

AUG - 7 1997

Before the
Federal Communications Commission
Washington, D.C. 20554

FEDERAL COMMUNICATIONS COMMISSION
OFFICE OF THE SECRETARY

In the Matter of)
)
Rural Telephone Companies')
Joint Emergency Motion for Partial Stay) CC Docket No. 96-45
)

COMMENTS OF FIDELITY TELEPHONE COMPANY

Fidelity Telephone Company ("Fidelity") is a rural local exchange company in Sullivan, Missouri. Fidelity currently serves 12,640 subscriber loops in a high cost area and depends on universal service support to keep its local service rates low. In the Report and Order and Order on Reconsideration in the above-captioned proceeding,^{1/} the Commission limited the amount of corporate operations expense that may be recovered through universal service support mechanisms. The Commission also acknowledged that rural carriers could face serious difficulties if their universal service support is suddenly decreased. Nonetheless, without any justification, the Commission imposed the cap on corporate operations expenses on rural carriers, which will substantially reduce Fidelity's and many other rural carriers' universal service support. The Commission's failure to provided a reasoned explanation for implementing the corporate cap on rural carriers is a clear violation of the Administrative Procedure Act. Accordingly, for this reason and the reasons set forth in the "Joint Emergency Motion for Partial Stay of the Rural Telephone Companies," Fidelity urges the Commission to stay the implementation of the cap on corporate operations.

^{1/} Federal-State Joint Board on Universal Service, Report and Order, CC Docket No. 96-45 (May 8, 1997); Order on Reconsideration (July 10, 1997).

I.

In implementing changes in universal service support, the Commission adopted different schedules for non-rural and rural carriers. The Commission found that, compared to large incumbent local exchange carriers ("LECs"), rural LECs "generally serve fewer subscribers, serve more sparsely populated areas, and do not generally benefit as much from economies of scale and scope." Report and Order, ¶ 294. The Commission concluded that rural LECs "require more time to adjust to any change in universal service support than large carriers do." Id. ¶ 299 (emphasis added). The Commission was concerned that any sudden change in universal service support funding could "disproportionately affect rural carriers' operations." Id. ¶ 294. Accordingly, the Commission adopted a six-year plan that would allow rural carriers to shift "gradually to a forward-looking economic cost methodology" and provide them "ample time to adjust to any changes in the support calculations." Id.

Under this six-year plan, rural LECs will use the current formula to calculate support for high cost loops for two years, from January 1, 1998 to December 31, 1999. Beginning January 1, 2000, rural carriers will receive high cost support only for average loop costs that exceed 115 percent of an inflation-adjusted nationwide average loop cost. Then, over a three-year period beginning January 1, 2001, rural LECs will gradually shift to a forward-looking cost study for calculating their high cost support. Id. ¶ 204.

The Commission further determined that this gradual shift to a forward-looking economic cost methodology for small, rural LECs was fully consistent with the

Telecommunications Act of 1996. The Commission concluded that Congress understood the unique circumstances of small, rural LECs and accordingly enacted provisions granting rural carriers an exception to statutory requirements otherwise applicable to all LECs. Id. ¶ 295; see 47 U.S.C. § 251(f)(1).

II.

Despite having concluded that it should not impose abrupt changes to rural LECs' universal service support, the Commission, without any explanation or justification, decided to implement immediately a cap on corporate operations expense that will significantly reduce universal service support for many rural LECs. This is wholly inconsistent with the Commission's determination that rural LECs require "ample time to adjust to any changes in [universal] support calculations." Id. ¶ 294 (emphasis added).

Under the cap, a carrier may receive universal support for corporate operations expense on a per-line basis up to 115 percent of an amount projected for a service area of its size. The full impact of this cap on rural carriers is depicted in Attachment A.^{2/} For Fidelity, the corporate operations expense cap will result in a reduction of \$333,461 in universal service support. See Attachment A, p. 14.

As the Commission accurately determined, rural LECs cannot easily absorb significant revenue decreases. Although a larger LEC may hardly notice a decrease of a

^{2/} Attachment A (Column 4) shows the reduction in universal service support under the Commission's revised formula for projecting per-line corporate operations expense for service areas. See Federal-State Joint Board on Universal Service, Order on Reconsideration, CC Docket No. 96-45 (July 10, 1997).

few hundred thousand dollars, for Fidelity and other rural LECs, such a reduction in revenues is significant. For Fidelity, a shortfall of \$333,461 per year translates into a rate increase of \$2.26 per customer per month.

Not only has the immediacy of this decrease left rural carriers with virtually no opportunity to respond to the reduction in funding, but the decrease in support for corporate expenses is coming at a time when Fidelity and other LECs have had to incur increased regulatory costs. Since the enactment of the Telecommunications Act of 1996, Fidelity has had to seek regulatory advice regarding, for example, number portability, payphone deregulation, access charge reform and universal service reform. Fidelity recently incurred costs to file tariff revisions ordered in the Commission's payphone deregulation proceeding and to respond to a petition to reject and suspend that filing. Additional tariff revisions will no doubt be required by the Commission's forthcoming access charge order for rate-of-return LECs. The Commission provided no explanation or justification for reducing support for corporate expenses at a time when rural carriers are incurring increased regulatory expenses.

CONCLUSION

In implementing a cap on corporate expense operations for rural LECs, the Commission failed to justify departing from its carefully crafted plan for phasing in changes to universal service support. Because this action was contrary to the goals established by both the Commission and Congress, and was not accompanied by a

reasoned explanation, it is clearly arbitrary and capricious.^{3/} Accordingly, the Commission's decision to implement the cap on corporate operations expense on rural carriers should be stayed.

Respectfully submitted,

FIDELITY TELEPHONE COMPANY

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August 7, 1997

^{3/} See Motor Vehicle Mfg. Ass'n v. State Farm Mut. Auto. Ins. Co., 463 U.S. 29, 43 (1983); see also 5 U.S.C. § 706(2).

ATTACHMENT A

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.43

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | USF Loops | 1997 | | | Booked 1995 Corp Exp | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|--|-----------|------------|----------------------|----------------------------------|----------------------|----------------------------|-----------------|
| | | | 1995 | Base Case Annual Exp | Calculated Annual Exp Adjustment | | | |
| | | | Adjustment | \$246.93 | Difference vs. Calculated | | | |
| 1 | 442073 BORDER TO BORDER COMMUNICATIONS | 64 | 271,640 | 227,184 | (44,456) | 242,001 | 114,070 | 127,931 |
| 2 | 522417 HAT ISLAND TELEPHONE COMPANY | 98 | 4,706 | 4,815 | 110 | 12,574 | 114,070 | 0 |
| 3 | 552284 BEEHIVE TELEPHONE COMPANY, INC., NV | 101 | 25,969 | 26,105 | 136 | 81,003 | 114,070 | 0 |
| 4 | 613028 SUMMIT TEL & TEL CO OF ALASKA | 111 | 182,706 | 159,119 | (23,588) | 169,761 | 114,070 | 55,691 |
| 5 | 403031 SCOTT COUNTY TELEPHONE COMPANY | 118 | 121,702 | 121,860 | 158 | 113,686 | 114,070 | 0 |
| 6 | 532404 ASOTIN TELEPHONE COMPANY - OREGON | 120 | 108,883 | 109,044 | 161 | 41,036 | 114,070 | 0 |
| 7 | 462201 RICO TEL. CO. | 136 | 12,491 | 12,674 | 182 | 109,619 | 114,070 | 0 |
| 8 | 532378 TRANS-CASCADES TELEPHONE COMPANY | 145 | 171,405 | 135,925 | (35,481) | 183,228 | 114,070 | 69,158 |
| 9 | 462196 PEETZ COOP. TEL. CO. | 201 | 67,841 | 68,111 | 270 | 91,254 | 114,070 | 0 |
| 10 | 532226 MIDVALE TEL. EXCH. INC. - OR | 205 | 108,592 | 91,936 | (16,656) | 155,876 | 114,070 | 41,806 |
| 11 | 391679 STOCKHOLM-STRADBURG TEL. CO. | 210 | 20,146 | 20,428 | 282 | 91,854 | 114,070 | 0 |
| 12 | 542346 PINNACLES TELEPHONE COMPANY | 217 | 154,432 | 134,090 | (20,343) | 197,007 | 114,070 | 82,937 |
| 13 | 411852 ZENDA TELEPHONE COMPANY INC. | 229 | 57,317 | 44,178 | (13,139) | 166,350 | 114,070 | 52,280 |
| 14 | 462202 ROGGEN TELEPHONE COOPERATIVE CO. | 233 | 166,424 | 147,631 | (18,792) | 156,670 | 114,070 | 42,600 |
| 15 | 361399 GRANADA TEL. CO. | 263 | 45,299 | 45,652 | 353 | 76,951 | 114,070 | 0 |
| 16 | 532376 HELIX TELEPHONE COMPANY | 264 | 155,723 | 108,295 | (47,429) | 278,775 | 114,070 | 164,705 |
| 17 | 512289 CHUGWATER TELEPHONE COMPANY | 266 | 31,426 | 31,783 | 357 | 95,582 | 114,070 | 0 |
| 18 | 280456 GEORGETOWN TELE. CO., INC. | 298 | 214,860 | 81,662 | (133,198) | 445,848 | 114,070 | 331,778 |
| 19 | 432029 TERRAL TEL. CO. | 300 | 46,296 | 44,577 | (1,719) | 121,109 | 114,070 | 7,039 |
| 20 | 472423 INLAND TELEPHONE COMPANY - ID | 307 | 250,874 | 229,769 | (21,105) | 163,338 | 114,070 | 49,268 |
| 21 | 452200 FORT MOJAVE TELECOMMUNICATIONS, INC. | 308 | 289,979 | 222,332 | (67,648) | 356,331 | 120,499 | 235,832 |
| 22 | 120038 BRETTON WOODS TEL. CO. | 319 | 25,993 | 0 | (25,993) | 335,766 | 135,050 | 200,716 |
| 23 | 391668 KENNEBEC TELEPHONE COMPANY | 320 | 110,425 | 55,736 | (54,688) | 289,423 | 121,211 | 168,212 |
| 24 | 461835 SUNFLOWER TELEPHONE CO.,INC. - CO | 326 | 72,837 | 73,274 | 437 | 99,984 | 119,787 | 0 |
| 25 | 512290 ALL WEST COMMUNICATIONS-WY | 338 | 0 | 0 | 0 | 148,887 | 124,412 | 24,475 |
| 26 | 472232 ROCKLAND TEL. CO.,INC. | 343 | 196,004 | 150,517 | (45,487) | 319,226 | 126,188 | 193,038 |
| 27 | 462194 NUNN TEL. COMPANY | 351 | 74,119 | 74,591 | 473 | 113,280 | 130,446 | 0 |
| 28 | 351105 AYRSHIRE FMRS. MUT. TEL. CO. | 362 | 9,331 | 1,705 | (7,626) | 181,853 | 133,281 | 48,572 |
| 29 | 504449 NAVAJO COMMUNICATIONS CO INC-UT | 368 | 112,311 | 112,805 | 494 | 46,124 | 139,645 | 0 |
| 30 | 492066 DELL TELEPHONE CO-OP. INC.-NM | 368 | 520,371 | 459,347 | (61,024) | 270,287 | 133,989 | 136,298 |
| 31 | 462188 FARMERS TEL CO, INC. - COLORADO | 369 | 137,983 | 118,396 | (19,587) | 186,014 | 138,585 | 47,429 |
| 32 | 280457 LAKESIDE TEL. CO., INC. | 386 | 107,391 | 100,635 | (6,755) | 157,423 | 140,351 | 17,072 |
| 33 | 532369 EAGLE TELEPHONE SYSTEM INC. | 389 | 168,139 | 150,143 | (17,996) | 208,957 | 153,723 | 55,234 |
| 34 | 431831 SOUTH CENTRAL TEL. ASSN., INC.-OK | 392 | 365,228 | 365,753 | 525 | 141,453 | 142,467 | 0 |
| 35 | 552223 GEM STATE UTILITIES CORP-NV | 393 | 69,108 | 69,636 | 528 | 35,458 | 150,914 | 0 |
| 36 | 472233 RURAL TELEPHONE COMPANY - ID | 397 | 190,349 | 167,893 | (22,456) | 228,561 | 144,230 | 84,331 |
| 37 | 300612 THE FARMERS MUTUAL TEL. CO.-OKOLONA, OH | 420 | 32,112 | 32,677 | 565 | 101,447 | 153,723 | 0 |
| 38 | 310714 OGDEN TEL. CO. | 421 | 41,089 | 41,655 | 565 | 121,583 | 154,424 | 0 |
| 39 | 472226 MIDVALE TEL. EXCH. INC. | 428 | 317,585 | 269,958 | (47,627) | 303,472 | 156,528 | 146,944 |
| 40 | 351327 WEBB-DICKENS TEL. CORP. | 440 | 631 | 1,124 | 493 | 130,168 | 161,778 | 0 |
| 41 | 371557 HARTMAN TELEPHONE EXCHANGES INC. | 444 | 138,952 | 130,441 | (8,511) | 196,802 | 163,525 | 33,277 |
| 42 | 371580 PETERSBURG TELEPHONE COMPANY | 445 | 111,930 | 108,267 | (3,663) | 175,972 | 161,428 | 14,544 |
| 43 | 452226 MIDVALE TELEPHONE EXCHANGE, INC.-ARIZON | 446 | 249,742 | 248,680 | (1,061) | 166,669 | 163,176 | 3,493 |
| 44 | 341048 MCNABB TEL. CO. | 459 | 5,014 | 5,527 | 513 | 125,977 | 166,318 | 0 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.43

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulaes

| SAR_ID | SAR_NAME | 1995 USF Loops | 1997 | | | Booked 1995 Corp Exp | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|--|-------------------|-------------------------|--|--|-------------------------|----------------------------------|--------------------|
| | | | Base Case Annual Exp | Calculated Annual Exp Adjustment | Difference Base Case vs. Calculated | | | |
| 45 | 411809 MUTUAL TELEPHONE COMPANY | 461 | 18,952 | 19,467 | 516 | 111,094 | 170,152 | 0 |
| 46 | 613025 YUKON TELEPHONE COMPANY, INC. | 478 | 133,237 | 89,358 | (43,880) | 357,528 | 188,532 | 168,996 |
| 47 | 472295 SILVER STAR TEL. CO. INC.-ID | 484 | 173,014 | 137,949 | (35,065) | 316,800 | 183,346 | 133,454 |
| 48 | 532388 NORTH STATE TELEPHONE COMPANY - OR | 502 | 18,617 | 19,180 | 563 | 180,125 | 188,877 | 0 |
| 49 | 280466 SLEDGE TEL. CO., INC. | 508 | 108,521 | 87,997 | (20,524) | 238,760 | 183,692 | 55,068 |
| 50 | 341012 FLAT ROCK TEL. COOP., INC. | 524 | 0 | 0 | 0 | 77,638 | 192,327 | 0 |
| 51 | 552233 RURAL TELEPHONE COMPANY - NV | 525 | 323,770 | 292,568 | (31,201) | 272,953 | 191,293 | 81,660 |
| 52 | 120046 MERIDEN TEL. CO. | 538 | 0 | 0 | 0 | 78,764 | 197,148 | 0 |
| 53 | 391666 JEFFERSON TELEPHONE COMPANY - SD | 543 | 15,016 | 15,624 | 608 | 167,559 | 199,211 | 0 |
| 54 | 502284 BEEHIVE TELEPHONE CO., INC., UT | 547 | 343,979 | 224,069 | (119,910) | 594,426 | 198,523 | 395,903 |
| 55 | 320788 MERCHANTS & FARMERS TEL. CO. | 558 | 121,106 | 121,857 | 750 | 129,285 | 202,644 | 0 |
| 56 | 100007 ISLAND TEL. CO. | 558 | 271,407 | 272,157 | 751 | 102,227 | 200,928 | 0 |
| 57 | 300682 FRONTIER COMM. OF OHIO, INC. | 569 | 0 | 0 | 0 | 20,991 | 206,072 | 0 |
| 58 | 351110 BERNARD TEL. CO., INC. | 570 | 81,705 | 82,472 | 767 | 95,880 | 205,044 | 0 |
| 59 | 421929 HOLWAY TELEPHONE COMPANY | 571 | 195,745 | 150,534 | (45,211) | 314,310 | 208,126 | 106,184 |
| 60 | 341066 ONEIDA TEL. EXCHANGE | 573 | 0 | 0 | 0 | 152,292 | 206,072 | 0 |
| 61 | 391667 KADOKA TELEPHONE COMPANY | 575 | 0 | 0 | 0 | 175,982 | 212,228 | 0 |
| 62 | 542322 HORNITOS TELEPHONE COMPANY | 576 | 312,328 | 313,102 | 774 | 178,228 | 213,594 | 0 |
| 63 | 320742 BLOOMINGDALE HOME TEL. CO., INC. | 582 | 47,806 | 48,588 | 782 | 171,015 | 212,911 | 0 |
| 64 | 310734 WALDRON TEL. CO. | 604 | 18,973 | 19,649 | 676 | 201,152 | 222,449 | 0 |
| 65 | 432034 WYANDOTTE TELEPHONE COMPANY | 605 | 284,761 | 285,573 | 812 | 90,131 | 216,323 | 0 |
| 66 | 522442 ST. JOHN TELEPHONE CO. | 609 | 88,469 | 84,941 | (3,528) | 241,920 | 229,574 | 12,346 |
| 67 | 503032 BEAR LAKE COMMUNICATIONS | 613 | 75,418 | 76,242 | 823 | 97,446 | 223,129 | 0 |
| 68 | 341045 LEAF RIVER TEL. CO. | 614 | 100,358 | 67,385 | (32,972) | 417,495 | 221,089 | 196,406 |
| 69 | 371567 KEYSTONE-ARTHUR TELEPHONE COMPANY | 620 | 176,003 | 143,437 | (32,566) | 326,901 | 221,769 | 105,132 |
| 70 | 351316 UNITED FARMERS TEL. CO. | 623 | 18,091 | 4,799 | (13,293) | 311,247 | 231,605 | 79,642 |
| 71 | 553304 HUMBOLDT TELEPHONE COMPANY | 645 | 152,813 | 153,681 | 868 | 81,708 | 239,036 | 0 |
| 72 | 532384 MONITOR COOPERATIVE TELEPHONE CO | 654 | 96,330 | 64,720 | (31,610) | 350,552 | 233,635 | 116,917 |
| 73 | 371597 WAUNETA TEL. CO. | 663 | 253,300 | 253,478 | 177 | 249,268 | 247,448 | 1,820 |
| 74 | 442066 DELL TELEPHONE CO-OP. INC. - TX | 664 | 1,171,710 | 997,399 | (174,312) | 730,776 | 242,069 | 488,707 |
| 75 | 442065 CUMBY TELEPHONE COOPERATIVE INC. | 672 | 119,883 | 120,786 | 904 | 228,348 | 244,424 | 0 |
| 76 | 482241 HOT SPRINGS TEL. CO. | 677 | 124,364 | 125,273 | 908 | 156,504 | 241,732 | 0 |
| 77 | 552220 FILER MUTUAL TELEPHONE COMPANY - NV | 678 | 0 | 0 | 0 | 42,203 | 252,814 | 0 |
| 78 | 351229 LOST NATION-ELWOOD TEL. CO. | 681 | 8,129 | 8,891 | 761 | 156,097 | 244,088 | 0 |
| 79 | 310737 WINN TEL. CO. | 686 | 139,894 | 140,815 | 921 | 191,538 | 248,455 | 0 |
| 80 | 361391 FELTON TEL. CO., INC. | 694 | 89,433 | 84,235 | (5,199) | 266,884 | 249,126 | 17,758 |
| 81 | 220338 QUINCY TEL. CO.-GA DIV. | 703 | 73,078 | 74,020 | 942 | 80,431 | 256,828 | 0 |
| 82 | 421934 ORCHARD FARM TELEPHONE COMPANY | 704 | 259,687 | 260,631 | 944 | 167,118 | 252,479 | 0 |
| 83 | 492259 BACA VALLEY TEL. CO. | 706 | 331,537 | 236,116 | (95,420) | 491,785 | 251,809 | 239,976 |
| 84 | 150114 ORISKANY FALLS TEL. CORP. | 713 | 5,277 | 6,076 | 799 | 189,905 | 258,833 | 0 |
| 85 | 300598 MCCLURE TEL CO | 717 | 100,367 | 101,327 | 961 | 226,630 | 258,833 | 0 |
| 86 | 532377 HOME TELEPHONE COMPANY | 721 | 75,944 | 76,910 | 966 | 160,805 | 265,833 | 0 |
| 87 | 421807 MOKAN DIAL, INC. - MO | 729 | 137,574 | 138,553 | 978 | 133,257 | 261,502 | 0 |
| 88 | 532375 ROOME TELECOMMUNICATIONS INC. | 733 | 214,052 | 175,724 | (38,328) | 428,830 | 274,465 | 154,365 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)
 Base Case - Computation Using the National Average cost per loop of \$248.43
 Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93
 Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | 1995 USF Loops | 1997 | | | Booked 1995 Corp Exp | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|---|-------------------|-------------------------|--------------------------|--|-------------------------|----------------------------------|--------------------|
| | | | Base Case Annual Exp | Calculated Annual Exp | Difference Base Case vs. Calculated | | | |
| 89 | 361374 ARROWHEAD COMM. CORP. | 738 | 150,365 | 151,355 | 990 | 152,537 | 262,502 | 0 |
| 90 | 532390 OREGON-IDAHO UTILITIES, INC. | 740 | 1,145,826 | 1,079,394 | (66,433) | 412,047 | 271,813 | 140,234 |
| 91 | 250296 GOSHEN TEL. CO. | 748 | 248,098 | 249,101 | 1,004 | 125,786 | 265,833 | 0 |
| 92 | 341020 GRAFTON TEL. CO. | 749 | 118,351 | 119,356 | 1,006 | 255,663 | 271,149 | 0 |
| 93 | 613004 BUSH-TELL INC. | 754 | 221,479 | 174,926 | (46,554) | 535,838 | 278,437 | 257,401 |
| 94 | 341091 WOODHULL COMMUNITY TEL. CO. | 756 | 0 | 0 | 0 | 253,012 | 273,803 | 0 |
| 95 | 532392 PINE TELEPHONE SYSTEM INC. - OR | 767 | 355,414 | 337,687 | (17,727) | 362,547 | 309,925 | 52,622 |
| 96 | 411801 MADISON TEL. CO. INC.- KS | 777 | 232,687 | 230,310 | (2,377) | 289,632 | 280,420 | 9,212 |
| 97 | 341060 MOULTRIE INDEPENDENT TEL. CO. | 778 | 33,136 | 9,858 | (23,279) | 546,351 | 283,720 | 262,631 |
| 98 | 462182 BLANCA TELEPHONE CO. | 778 | 174,876 | 175,923 | 1,047 | 186,806 | 275,128 | 0 |
| 99 | 371536 CURTIS TELEPHONE COMPANY | 823 | 243,155 | 221,435 | (21,719) | 384,779 | 308,297 | 76,482 |
| 100 | 442090 ALENCO COMMUNICATIONS, INC. | 825 | 858,820 | 756,587 | (102,233) | 543,474 | 299,486 | 243,988 |
| 101 | 462192 BIG SANDY TELECOM, INC. | 830 | 145,878 | 146,994 | 1,117 | 246,835 | 295,884 | 0 |
| 102 | 542313 DUCOR TELEPHONE COMPANY | 835 | 393,518 | 268,865 | (124,653) | 782,763 | 295,884 | 486,879 |
| 103 | 522437 PIONEER TELEPHONE COMPANY | 837 | 152,463 | 153,588 | 1,125 | 179,509 | 301,120 | 0 |
| 104 | 442262 E.N.M.R. TEL. COOP.,INC.-TX | 842 | 0 | 0 | 0 | 214,871 | 302,427 | 0 |
| 105 | 532385 MONROE TELEPHONE COMPANY | 859 | 102,682 | 73,499 | (29,183) | 422,748 | 311,551 | 111,197 |
| 106 | 140062 PERKINSVILLE TEL. CO. | 860 | 95,274 | 96,429 | 1,155 | 116,768 | 303,080 | 0 |
| 107 | 442150 TATUM TEL. CO. | 862 | 404,600 | 405,759 | 1,159 | 292,919 | 308,949 | 0 |
| 108 | 341011 FRONTIER COMM. OF LAKESIDE, INC. | 866 | 420 | 1,387 | 968 | 38,593 | 305,691 | 0 |
| 109 | 472234 TROY TELEPHONE COMPANY | 876 | 25,945 | 26,924 | 979 | 149,441 | 307,972 | 0 |
| 110 | 310711 MIDWAY TEL. CO. | 881 | 171,122 | 171,032 | (90) | 315,593 | 312,201 | 3,392 |
| 111 | 421928 NEW LONDON TEL. CO. | 882 | 126,533 | 127,718 | 1,185 | 154,157 | 315,448 | 0 |
| 112 | 371558 HEMINGFORD COOP. TELEPHONE COMPANY | 882 | 15,517 | 16,505 | 988 | 189,647 | 313,176 | 0 |
| 113 | 411829 S & A TEL. CO.,INC. | 886 | 483,731 | 484,922 | 1,191 | 265,138 | 310,901 | 0 |
| 114 | 270435 NORTHEAST LOUISIANA TEL. CO., INC. | 890 | 306,437 | 253,006 | (53,431) | 463,009 | 314,799 | 148,210 |
| 115 | 482254 SOUTHERN MONTANA TEL. CO. | 891 | 329,876 | 279,361 | (50,516) | 496,991 | 319,661 | 177,330 |
| 116 | 371540 DILLER TELEPHONE COMPANY | 909 | 17,445 | 18,461 | 1,016 | 311,293 | 324,510 | 0 |
| 117 | 341032 HOME TEL. CO.-ST. JACOB | 912 | 295,298 | 296,522 | 1,224 | 316,046 | 321,925 | 0 |
| 118 | 432025 SOUTHWEST OKLAHOMA TEL. CO. | 943 | 222,021 | 223,287 | 1,266 | 212,073 | 331,599 | 0 |
| 119 | 472215 CAMBRIDGE TEL. CO.,INC.-ID | 944 | 266,840 | 211,325 | (55,515) | 536,856 | 334,492 | 202,364 |
| 120 | 341009 C-R TEL. CO. | 949 | 130,743 | 131,085 | 342 | 334,963 | 331,921 | 3,042 |
| 121 | 150095 THE FISHERS ISLAND TEL. CO. | 955 | 0 | 0 | 0 | 144,341 | 335,776 | 0 |
| 122 | 462207 STRASBURG TEL. CO. | 961 | 0 | 0 | 0 | 198,748 | 341,864 | 0 |
| 123 | 492264 LEACO RURAL TEL. COOPERATIVE INC. | 968 | 462,093 | 382,300 | (79,794) | 625,788 | 346,975 | 278,813 |
| 124 | 300644 THE NOVA TEL. CO. | 975 | 145,381 | 146,692 | 1,311 | 173,428 | 342,504 | 0 |
| 125 | 462204 COLUMBINE TELEPHONE COMPANY | 978 | 376,544 | 344,879 | (31,665) | 413,985 | 340,904 | 73,081 |
| 126 | 310677 ISLAND TEL. CO. | 979 | 385,020 | 386,337 | 1,316 | 153,524 | 343,782 | 0 |
| 127 | 330958 TENNEY TEL. CO. | 983 | 44,264 | 45,361 | 1,097 | 146,649 | 348,251 | 0 |
| 128 | 522451 WESTERN WAHKIACUM COUNTY TEL COMPANY | 985 | 1,000,624 | 832,608 | (168,015) | 667,724 | 347,613 | 320,111 |
| 129 | 351341 FRONTIER COMM.-SCHUYLER, INC. | 987 | 20,860 | 21,964 | 1,104 | 157,298 | 344,421 | 0 |
| 130 | 150085 CROWN POINT TEL. CORP. | 988 | 659,788 | 553,202 | (106,586) | 616,849 | 345,060 | 271,789 |
| 131 | 522419 HOOD CANAL TELEPHONE COMPANY | 990 | 148,219 | 149,551 | 1,331 | 310,245 | 352,708 | 0 |
| 132 | 472230 POTLATCH TELEPHONE COMPANY INC. | 991 | 197,186 | 198,516 | 1,330 | 169,466 | 351,754 | 0 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.43

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | USF Loops | 1997 | | Booked 1995 | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|---|-----------|----------------------|-----------------------|-------------|----------------------------|-----------------|
| | | | Base Case Annual Exp | Calculated Adjustment | | | |
| 133 | 442134 RIVIERA TELEPHONE COMPANY INC. | 997 | 342,748 | 207,473 | (135,275) | 779,828 | 357,155 422,673 |
| 134 | 482244 LINCOLN TEL. CO. INC. | 997 | 18,389 | 19,505 | 1,116 | 188,807 | 347,613 0 |
| 135 | 472213 ALBION TEL. CO. INC. | 1,010 | 500,959 | 455,031 | (45,928) | 526,798 | 360,641 166,157 |
| 136 | 110037 RICHMOND TEL. CO. | 1,010 | 36,144 | 19,628 | (16,516) | 413,051 | 351,754 61,297 |
| 137 | 431974 CANADIAN VALLEY TELEPHONE CO. | 1,017 | 253,067 | 254,434 | 1,367 | 306,381 | 352,708 0 |
| 138 | 280461 NOXAPATER TEL. CO. | 1,018 | 351,318 | 151,912 | (199,407) | 797,930 | 353,662 444,268 |
| 139 | 371531 CLARKS TELEPHONE COMPANY | 1,019 | 171,117 | 172,484 | 1,366 | 359,883 | 363,488 0 |
| 140 | 170206 SUGAR VALLEY TEL. CO. | 1,020 | 67,306 | 68,678 | 1,372 | 158,748 | 361,907 0 |
| 141 | 613016 MUKLUK TEL. COMPANY, INC. | 1,025 | 438,089 | 405,535 | (32,554) | 460,578 | 361,591 98,987 |
| 142 | 371586 ROCK COUNTY TEL. CO. | 1,026 | 399,980 | 369,092 | (30,888) | 439,118 | 370,430 68,688 |
| 143 | 371517 ARLINGTON TELEPHONE COMPANY | 1,032 | 152,271 | 153,658 | 1,387 | 348,179 | 361,274 0 |
| 144 | 341073 FRONTIER COMM.-PRARIE, INC. | 1,058 | 5,320 | 6,501 | 1,182 | 147,062 | 368,224 0 |
| 145 | 371516 ARAPAHOE TELEPHONE COMPANY | 1,058 | 134,881 | 85,841 | (49,040) | 570,450 | 382,044 188,406 |
| 146 | 442104 LAKE LIVINGSTON TEL. CO. | 1,063 | 156,940 | 158,371 | 1,430 | 321,474 | 370,430 0 |
| 147 | 411781 H & B COMMUNICATIONS INC. | 1,066 | 241,331 | 154,010 | (87,321) | 701,948 | 375,776 326,172 |
| 148 | 442103 LA WARD TELEPHONE EXCHANGE INC. | 1,067 | 293,589 | 295,025 | 1,435 | 334,296 | 425,000 0 |
| 149 | 340978 ALHAMBRA-GANTFORK TEL. CO. | 1,082 | 43,088 | 44,297 | 1,209 | 203,654 | 377,345 0 |
| 150 | 341043 LA HARPE TEL. CO. | 1,090 | 43,137 | 23,656 | (19,481) | 461,079 | 380,166 80,913 |
| 151 | 442105 LIPAN TELEPHONE COMPANY | 1,090 | 353,636 | 330,970 | (22,666) | 447,714 | 379,226 68,488 |
| 152 | 330857 CASCO TEL. CO. | 1,099 | 14,062 | 15,292 | 1,230 | 143,345 | 383,608 0 |
| 153 | 522404 ASOTIN TELEPHONE COMPANY - WA | 1,106 | 245,924 | 247,411 | 1,487 | 216,628 | 388,914 0 |
| 154 | 371592 STANTON TEL. CO.,INC. | 1,116 | 272,981 | 234,943 | (38,038) | 489,819 | 392,339 97,480 |
| 155 | 100027 UNION RIVER TEL. CO. | 1,132 | 283,576 | 285,096 | 1,520 | 333,740 | 393,583 0 |
| 156 | 462181 BIJOU TEL COOPERATIVE ASSOC. INC | 1,139 | 0 | 0 | 0 | 241,452 | 401,027 0 |
| 157 | 341065 ODIN TEL. EXCHANGE, INC. | 1,142 | 218,452 | 174,585 | (43,868) | 525,432 | 393,893 131,539 |
| 158 | 532364 COLTON TELEPHONE COMPANY | 1,167 | 260,152 | 214,676 | (45,477) | 503,757 | 404,737 99,020 |
| 159 | 440425 CAMERON TELEPHONE COMPANY - TEXAS | 1,171 | 88,187 | 89,763 | 1,576 | 395,461 | 407,206 0 |
| 160 | 230469 BARNARDSVILLE TEL. CO. | 1,178 | 168,812 | 170,392 | 1,579 | 161,726 | 405,663 0 |
| 161 | 442041 BRAZOS TELEPHONE COOPERATIVE INC. | 1,181 | 618,424 | 508,980 | (109,444) | 696,325 | 415,206 281,119 |
| 162 | 372455 BENKELMAN TELEPHONE COMPANY INC. | 1,181 | 192,520 | 194,108 | 1,589 | 385,225 | 425,916 0 |
| 163 | 330877 FAIRWATER-BRANDON-ALTO TEL. CO. | 1,189 | 59,050 | 60,383 | 1,333 | 367,787 | 414,284 0 |
| 164 | 220392 WAVERLY HALL TEL. CO., INC. | 1,190 | 264,289 | 265,465 | 1,176 | 412,771 | 411,826 945 |
| 165 | 421908 LE-RU TELEPHONE COMPANY | 1,197 | 582,489 | 515,844 | (66,645) | 554,186 | 410,903 143,283 |
| 166 | 442170 XIT RURAL TELEPHONE CO-OP. INC. | 1,220 | 1,046,515 | 895,190 | (151,325) | 815,435 | 430,789 384,646 |
| 167 | 502277 CENTRAL UTAH TEL. INC. | 1,222 | 84,329 | 85,970 | 1,641 | 319,679 | 419,498 0 |
| 168 | 330941 RIB LAKE TEL. CO. | 1,229 | 120,097 | 121,748 | 1,651 | 249,735 | 419,804 0 |
| 169 | 421951 STOUTLAND TELEPHONE COMPANY | 1,236 | 308,860 | 310,515 | 1,655 | 214,474 | 422,862 0 |
| 170 | 401727 CENTURY TELEPHONE OF SOUTH ARKANSAS, I | 1,262 | 669,234 | 670,928 | 1,693 | 155,606 | 434,435 0 |
| 171 | 381616 INTER-COMMUNITY TELEPHONE COMPANY | 1,268 | 228,461 | 226,282 | (2,179) | 452,598 | 440,796 11,802 |
| 172 | 431788 KANOKLA TELEPHONE ASSN INC - OK | 1,290 | 274,762 | 269,843 | (4,919) | 464,891 | 442,911 21,980 |
| 173 | 250316 RAGLAND TEL CO | 1,296 | 180,677 | 182,418 | 1,740 | 250,063 | 443,515 0 |
| 174 | 371525 THREE RIVER TELCO | 1,296 | 179,715 | 181,453 | 1,738 | 248,643 | 443,213 0 |
| 175 | 401699 DECATUR TELEPHONE CO INC- ARKANSAS | 1,299 | 6,320 | 7,770 | 1,450 | 222,723 | 450,743 0 |
| 176 | 150116 PATTERSONVILLE TEL. CO.-NY | 1,314 | 33,520 | 33,319 | (201) | 465,481 | 458,837 6,644 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)
 Base Case - Computation Using the National Average cost per loop of \$248.43

| SAR_ID | SAR_NAME | 1995 USF Loops | 1997 | | | Booked 1995 Corp Exp | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|--|-------------------|-------------------------|--------------------------|--|-------------------------|----------------------------------|--------------------|
| | | | Base Case Annual Exp | Calculated Annual Exp | Difference Base Case vs. Calculated | | | |
| 177 | 361387 EMILY COOP. TEL. CO. | 1,316 | 36,693 | 38,161 | 1,468 | 239,538 | 448,337 | 0 |
| 178 | 140068 TOPSHAM TEL. CO., INC. | 1,323 | 0 | 0 | 0 | 217,572 | 447,434 | 0 |
| 179 | 371526 CAMBRIDGE TELEPHONE COMPANY - NE | 1,326 | 301,395 | 303,174 | 1,778 | 353,367 | 467,782 | 0 |
| 180 | 462193 NUCLA-NATURITA TEL. CO. | 1,331 | 157,336 | 159,124 | 1,787 | 354,293 | 459,733 | 0 |
| 181 | 412030 TOTAH TELEPHONE CO. INC. | 1,338 | 370,223 | 344,849 | (25,374) | 526,676 | 454,645 | 72,031 |
| 182 | 371537 DALTON TEL. CO.,INC. | 1,342 | 264,379 | 266,186 | 1,807 | 369,776 | 468,674 | 0 |
| 183 | 411814 PEOPLES MUTUAL TEL. CO.-KS | 1,347 | 340,335 | 342,147 | 1,812 | 313,493 | 459,733 | 0 |
| 184 | 472223 GEM STATE UTILITIES CORP-ID | 1,348 | 325,190 | 326,997 | 1,807 | 132,644 | 473,718 | 0 |
| 185 | 341023 GRIDLEY TEL. CO. | 1,360 | 34,233 | 29,733 | (4,501) | 503,212 | 470,159 | 33,053 |
| 186 | 310680 CHIPPEWA COUNTY TEL. CO. | 1,360 | 157,796 | 159,622 | 1,826 | 450,701 | 465,104 | 0 |
| 187 | 310720 PENINSULA TEL. CO.-MI | 1,362 | 22,208 | 23,731 | 1,523 | 254,038 | 459,434 | 0 |
| 188 | 482248 NORTHERN TEL. COOP INC.- MT | 1,362 | 341,765 | 343,594 | 1,828 | 377,697 | 466,295 | 0 |
| 189 | 462209 WIGGINS TEL. ASSOC. | 1,368 | 253,209 | 255,048 | 1,839 | 318,079 | 470,753 | 0 |
| 190 | 120040 CHICHESTER TEL. CO. | 1,374 | 134,111 | 135,955 | 1,843 | 206,361 | 470,753 | 0 |
| 191 | 482242 INTERBEL TEL. COOPERATIVE INC. | 1,409 | 1,059,373 | 1,058,583 | (789) | 481,114 | 476,087 | 5,027 |
| 192 | 170178 FRONTIER COMM.-LAKEWOOD, INC. | 1,413 | 0 | 0 | 0 | 130,363 | 482,876 | 0 |
| 193 | 442076 GANADO TELEPHONE COMPANY INC. | 1,430 | 599,380 | 568,690 | (30,690) | 553,847 | 485,231 | 68,616 |
| 194 | 452175 UNIVERSAL TEL CO OF SOUTHWEST - AZ | 1,434 | 86,225 | 88,152 | 1,927 | 183,530 | 496,659 | 0 |
| 195 | 341049 MADISON TEL. CO. | 1,435 | 353,776 | 286,962 | (66,814) | 727,634 | 493,736 | 233,898 |
| 196 | 492176 VALLEY TELEPHONE COOPERATIVE INC-NM | 1,447 | 496,819 | 498,765 | 1,946 | 292,214 | 501,032 | 0 |
| 197 | 341058 MONTROSE MUTUAL TEL. CO. | 1,468 | 45,406 | 47,048 | 1,642 | 289,160 | 494,029 | 0 |
| 198 | 361357 BLACKDUCK TEL. CO. | 1,471 | 41,789 | 43,431 | 1,642 | 347,891 | 506,263 | 0 |
| 199 | 462199 PLAINS COOPERATIVE TEL. ASSOC. INC. | 1,483 | 399,100 | 401,092 | 1,992 | 343,156 | 502,196 | 0 |
| 200 | 442071 FIVE AREA TELEPHONE CO-OP. INC. | 1,500 | 845,856 | 726,833 | (119,023) | 827,079 | 505,102 | 321,977 |
| 201 | 431976 CARNEGIE TELEPHONE CO. INC. | 1,519 | 166,253 | 168,294 | 2,041 | 316,219 | 511,766 | 0 |
| 202 | 391689 WEST RIVER COOPERATIVE TEL. CO. | 1,520 | 252,752 | 254,798 | 2,046 | 290,859 | 527,296 | 0 |
| 203 | 411761 CUNNINGHAM TELEPHONE CO. INC. | 1,520 | 156,251 | 158,288 | 2,037 | 377,791 | 525,578 | 0 |
| 204 | 230498 SALUDA MOUNTAIN TEL. CO. | 1,524 | 244,536 | 246,583 | 2,047 | 201,844 | 511,766 | 0 |
| 205 | 240533 MCCLELLANVILLE TEL. CO., INC. | 1,526 | 529,917 | 531,969 | 2,052 | 193,766 | 516,096 | 0 |
| 206 | 240540 RIDGE TEL. CO., INC. | 1,536 | 119,672 | 121,732 | 2,060 | 101,532 | 512,055 | 0 |
| 207 | 411764 ELKHART TELEPHONE COMPANY INC. | 1,552 | 24,499 | 1,564 | (22,935) | 716,810 | 543,514 | 173,296 |
| 208 | 462190 HAXTUN TELEPHONE COMPANY | 1,553 | 150,418 | 152,501 | 2,083 | 348,477 | 519,263 | 0 |
| 209 | 330855 BRUCE TEL. CO., INC. | 1,554 | 77,086 | 78,824 | 1,737 | 224,056 | 521,562 | 0 |
| 210 | 170189 ARMSTRONG TEL. CO.-PA | 1,559 | 126,621 | 128,713 | 2,093 | 348,534 | 525,578 | 0 |
| 211 | 361370 CLARA CITY TEL. EXCH. CO. | 1,565 | 28,773 | 30,528 | 1,754 | 253,028 | 521,562 | 0 |
| 212 | 542323 WINTERHAVEN TELEPHONE COMPANY | 1,576 | 527,340 | 529,462 | 2,122 | 275,441 | 533,007 | 0 |
| 213 | 431966 ATLAS TELEPHONE CO. | 1,586 | 90,749 | 92,880 | 2,131 | 347,587 | 524,145 | 0 |
| 214 | 381617 MIDSTATE TELEPHONE COMPANY | 1,588 | 80,982 | 79,361 | (1,621) | 595,604 | 574,028 | 21,576 |
| 215 | 320801 ODON TEL. CO. | 1,593 | 67,621 | 69,406 | 1,785 | 152,497 | 538,412 | 0 |
| 216 | 270427 CENTURY TEL. OF CHATHAM, INC. | 1,601 | 980,007 | 982,161 | 2,154 | 274,047 | 537,844 | 0 |
| 217 | 432010 MID-AMERICA TEL. INC. | 1,611 | 520,891 | 523,057 | 2,166 | 219,901 | 535,854 | 0 |
| 218 | 100003 LINCOLNVILLE TEL CO | 1,624 | 0 | 0 | 0 | 240,832 | 538,128 | 0 |
| 219 | 442061 COMMUNITY TELEPHONE COMPANY, INC. | 1,632 | 273,065 | 275,255 | 2,190 | 401,792 | 546,623 | 0 |
| 220 | 462203 THE RYE TELEPHONE CO. INC. | 1,662 | 354,856 | 357,083 | 2,227 | 452,002 | 551,977 | 0 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.43

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulaes

| SAR_ID | SAR_NAME | USF Loops | 1997 | | | Booked 1995 Corp Exp | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|--|-----------|----------------------|-----------------------|-------------------------------------|----------------------|----------------------------|-----------------|
| | | | Base Case Annual Exp | Calculated Adjustment | Difference Base Case vs. Calculated | | | |
| 221 | 150081 CITIZENS TEL. CO. OF HAMMOND, NY | 1,669 | 1,310,547 | 902,025 | (408,522) | 1,332,020 | 548,316 | 783,704 |
| 222 | 613003 BRISTOL BAY TELEPHONE COOP. INC. | 1,672 | 423,529 | 339,309 | (84,220) | 803,156 | 583,962 | 219,194 |
| 223 | 411827 S & T TEL. COOP. ASSN. | 1,675 | 1,174,948 | 1,114,834 | (60,114) | 703,552 | 557,592 | 145,960 |
| 224 | 421886 GOODMAN TEL. CO. | 1,679 | 131,796 | 134,053 | 2,257 | 289,661 | 552,821 | 0 |
| 225 | 492272 ROOSEVELT COUNTY RURAL TEL. COOP.,INC. | 1,693 | 600,302 | 534,305 | (65,998) | 714,004 | 560,951 | 153,053 |
| 226 | 100031 WARREN TEL. CO. | 1,694 | 87,753 | 89,650 | 1,898 | 306,697 | 564,022 | 0 |
| 227 | 401720 CENTURY TELEPHONE OF REDFIELD, INC. | 1,718 | 172,997 | 175,304 | 2,307 | 162,965 | 566,252 | 0 |
| 228 | 532389 OREGON TELEPHONE CORPORATION | 1,725 | 59,858 | 61,785 | 1,927 | 453,209 | 585,611 | 0 |
| 229 | 492263 LA JICARITA RURAL TEL. COOP. INC. | 1,727 | 380,936 | 383,252 | 2,316 | 329,772 | 568,200 | 0 |
| 230 | 150099 HANCOCK TEL. CO.-NY | 1,727 | 167,103 | 126,570 | (40,533) | 718,938 | 576,242 | 142,696 |
| 231 | 442069 ELECTRA TELEPHONE COMPANY, INC. | 1,735 | 735,534 | 737,870 | 2,336 | 437,797 | 579,831 | 0 |
| 232 | 522447 TOLEDO TELEPHONE COMPANY INC. | 1,767 | 242,550 | 244,924 | 2,374 | 571,583 | 581,761 | 0 |
| 233 | 341067 FRONTIER COMM. OF ORION, INC. | 1,767 | 0 | 0 | 0 | 219,403 | 606,863 | 0 |
| 234 | 361410 JOHNSON TELEPHONE COMPANY | 1,775 | 461,707 | 464,087 | 2,380 | 541,880 | 586,160 | 0 |
| 235 | 310728 SPRINGPORT TEL. CO. | 1,776 | 123,999 | 60,918 | (63,080) | 812,300 | 583,687 | 228,613 |
| 236 | 341004 EL PASO TEL. CO. | 1,803 | 53,986 | 56,006 | 2,020 | 483,498 | 594,643 | 0 |
| 237 | 532397 SCIO MUTUAL TEL. ASSOCIATION | 1,807 | 233,580 | 236,002 | 2,422 | 407,773 | 591,639 | 0 |
| 238 | 472218 CUSTER TEL. COOPERATIVE INC. | 1,823 | 126,268 | 128,714 | 2,445 | 249,060 | 610,103 | 0 |
| 239 | 310683 CARR TEL. CO. | 1,834 | 11,951 | 14,005 | 2,053 | 326,239 | 594,370 | 0 |
| 240 | 411782 HOME TELEPHONE COMPANY INC. | 1,837 | 176,741 | 179,213 | 2,473 | 383,965 | 603,615 | 0 |
| 241 | 411831 SOUTH CENTRAL TEL. ASSN. INC.-KS | 1,843 | 1,260,712 | 1,263,183 | 2,472 | 434,557 | 605,240 | 0 |
| 242 | 613007 CORDOVA TELEPHONE COOPERATIVE, INC. | 1,846 | 155,538 | 158,011 | 2,473 | 430,740 | 647,575 | 0 |
| 243 | 442093 INDUSTRY TELEPHONE COMPANY | 1,849 | 518,994 | 466,529 | (52,466) | 769,112 | 603,073 | 166,039 |
| 244 | 320797 NEW PARIS TEL., INC. | 1,853 | 124,705 | 127,195 | 2,490 | 468,719 | 609,024 | 0 |
| 245 | 522410 COWICHE TELEPHONE CO. INC. | 1,870 | 127,083 | 129,593 | 2,509 | 420,898 | 615,485 | 0 |
| 246 | 442166 WEST TEXAS RURAL TEL. CO-OP. INC. | 1,877 | 1,094,472 | 906,284 | (188,189) | 1,163,135 | 618,436 | 544,699 |
| 247 | 432030 TOTAH TELEPHONE CO. INC. | 1,892 | 561,359 | 432,650 | (128,709) | 947,639 | 612,258 | 335,381 |
| 248 | 330884 FORESTVILLE TEL. CO., INC. | 1,896 | 570,339 | 572,884 | 2,545 | 201,869 | 615,216 | 0 |
| 249 | 300658 SYCAMORE TEL. CO. | 1,903 | 179,052 | 181,613 | 2,561 | 299,595 | 617,095 | 0 |
| 250 | 361379 DEER RIVER TEL. CO. | 1,904 | 298,783 | 301,345 | 2,562 | 367,508 | 629,109 | 0 |
| 251 | 330858 FRONTIER COMM.-LAKE SHORE, INC. | 1,905 | 0 | 0 | 0 | 91,118 | 614,948 | 0 |
| 252 | 512295 SILVER STAR TEL. CO.- WY | 1,914 | 550,345 | 552,918 | 2,573 | 601,234 | 619,239 | 0 |
| 253 | 150092 EDWARDS TELEPHONE CO. INC. | 1,932 | 485,085 | 487,676 | 2,591 | 269,162 | 622,983 | 0 |
| 254 | 310679 BLOOMINGDALE TEL. CO. | 1,947 | 549,262 | 551,874 | 2,613 | 589,395 | 631,764 | 0 |
| 255 | 613001 ARCTIC SLOPE TEL. ASSOCIATION COOP.INC. | 1,955 | 748,069 | 521,240 | (226,829) | 1,375,182 | 661,635 | 713,547 |
| 256 | 432013 OKLAHOMA TELEPHONE & TELEGRAPH INC. | 1,956 | 295,163 | 297,786 | 2,623 | 335,298 | 634,677 | 0 |
| 257 | 391685 VALLEY TELECOMM. COOP. ASSN.,INC. | 1,983 | 38,624 | 40,847 | 2,223 | 422,729 | 645,478 | 0 |
| 258 | 472220 FILER MUTUAL TELEPHONE COMPANY - ID | 1,986 | 28,575 | 30,800 | 2,225 | 260,616 | 644,691 | 0 |
| 259 | 552351 LINCOLN COUNTY TELEPHONE SYSTEM INC. | 1,992 | 53,327 | 55,557 | 2,230 | 312,633 | 676,558 | 0 |
| 260 | 442057 COLEMAN COUNTY TELEPHONE CO-OP. INC. | 1,995 | 402,824 | 405,498 | 2,674 | 440,377 | 642,064 | 0 |
| 261 | 330936 INDIANHEAD TEL. CO | 2,015 | 231,073 | 233,772 | 2,699 | 371,184 | 646,527 | 0 |
| 262 | 220362 FRONTIER COMM. OF FAIRMOUNT, INC. | 2,031 | 390,366 | 393,098 | 2,732 | 375,433 | 653,062 | 0 |
| 263 | 613018 NUSHAGAK TELEPHONE COOPERATIVE, INC. | 2,035 | 308,397 | 311,130 | 2,733 | 489,626 | 676,558 | 0 |
| 264 | 250299 HAYNEVILLE TEL. CO., INC. | 2,047 | 159,838 | 162,582 | 2,744 | 485,117 | 650,975 | 0 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.43

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | 1995 USF Loops | 1997 | | | Booked 1995 Corp Exp | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|---|-------------------|-------------------------|--------------------------|--|-------------------------|----------------------------------|--------------------|
| | | | Base Case Annual Exp | Calculated Annual Exp | Difference vs. Base Case Calculated | | | |
| 265 | 432032 VALLIANT TELEPHONE COMPANY | 2,053 | 76,138 | 78,433 | 2,296 | 335,422 | 656,447 | 0 |
| 266 | 100034 WEST PENOBSCOT TEL. & TEL. CO. | 2,061 | 62,047 | 64,346 | 2,300 | 283,416 | 663,963 | 0 |
| 267 | 512291 DUBOIS TELEPHONE EXCHANGE INC. | 2,079 | 783,308 | 786,105 | 2,797 | 522,846 | 674,255 | 0 |
| 268 | 432020 POTAWATOMIE TELEPHONE CO. | 2,092 | 505,002 | 507,803 | 2,802 | 658,078 | 665,255 | 0 |
| 269 | 522423 INLAND TELEPHONE COMPANY - WA | 2,102 | 611,291 | 614,113 | 2,822 | 650,470 | 666,544 | 0 |
| 270 | 193029 NEW CASTLE TEL. CO. | 2,106 | 311,275 | 314,107 | 2,832 | 264,442 | 677,069 | 0 |
| 271 | 330959 THORP TEL. CO. DBA PTI COMM. | 2,113 | 0 | 0 | 0 | 214,013 | 689,526 | 0 |
| 272 | 170194 FRONTIER COMM.-OSWAYO RIVER, INC. | 2,114 | 67,558 | 69,926 | 2,368 | 208,208 | 670,406 | 0 |
| 273 | 341061 FRONTIER COMM. OF MT. PULASKI, INC. | 2,120 | 100,216 | 102,588 | 2,372 | 315,617 | 679,877 | 0 |
| 274 | 411847 WHEAT STATE TELEPHONE, INC. | 2,174 | 382,894 | 260,644 | (122,250) | 1,123,417 | 689,779 | 433,638 |
| 275 | 330973 WITTENBERG TEL. CO. | 2,178 | 0 | 0 | 0 | 253,913 | 700,850 | 0 |
| 276 | 300607 CONTINENTAL TEL. CO. OF OHIO | 2,181 | 69,047 | 71,485 | 2,438 | 278,470 | 695,579 | 0 |
| 277 | 442141 SANTA ROSA TEL. COOP.,INC. | 2,199 | 391,272 | 394,227 | 2,955 | 534,296 | 700,349 | 0 |
| 278 | 381610 DAKOTA CENTRAL TELECOMMUNICATIONS COO | 2,213 | 711,090 | 714,063 | 2,973 | 580,039 | 702,351 | 0 |
| 279 | 452179 GILA RIVER TELECOMMUNICATIONS, INC. | 2,217 | 660,797 | 622,046 | (38,751) | 886,524 | 764,321 | 122,203 |
| 280 | 250297 GROVE HILL TEL. CORP. | 2,248 | 340,795 | 343,819 | 3,025 | 261,178 | 722,424 | 0 |
| 281 | 411849 WILSON TELEPHONE COMPANY INC. | 2,252 | 389,875 | 392,903 | 3,027 | 567,551 | 731,230 | 0 |
| 282 | 411788 KANOKLA TEL. ASSOC. INC.- KS | 2,252 | 365,976 | 300,868 | (65,108) | 920,574 | 707,590 | 212,984 |
| 283 | 522426 KALAMA TELEPHONE COMPANY | 2,263 | 229,947 | 232,987 | 3,040 | 421,319 | 724,878 | 0 |
| 284 | 150108 NICHOLVILLE TEL. CO.,INC. | 2,264 | 722,537 | 725,574 | 3,038 | 508,640 | 709,331 | 0 |
| 285 | 250315 PINE BELT TEL. CO. | 2,270 | 536,393 | 539,441 | 3,048 | 619,532 | 709,331 | 0 |
| 286 | 330898 CENTURY TEL. OF LARSEN-READFIELD, INC. | 2,274 | 152,339 | 155,387 | 3,048 | 172,226 | 716,268 | 0 |
| 287 | 411840 TWIN VALLEY TEL. INC.-KS | 2,316 | 257,757 | 260,874 | 3,117 | 713,364 | 754,122 | 0 |
| 288 | 330910 MILLTOWN MUTUAL TEL. CO. | 2,320 | 0 | 0 | 0 | 290,797 | 724,142 | 0 |
| 289 | 330912 FRONTIER COMM. OF MONDOVI, INC. | 2,358 | 0 | 0 | 0 | 281,902 | 737,060 | 0 |
| 290 | 442112 MID-PLAINS RURAL TEL. CO-OP. INC. | 2,381 | 632,981 | 636,179 | 3,198 | 605,797 | 745,746 | 0 |
| 291 | 431977 CENTRAL OKLAHOMA TELEPHONE CO. | 2,386 | 378,107 | 381,312 | 3,204 | 428,422 | 743,822 | 0 |
| 292 | 552354 ALLTEL NEVADA, INC.-SOUTH | 2,413 | 0 | 0 | 0 | 466,520 | 813,332 | 0 |
| 293 | 452176 VALLEY TELEPHONE COOPERATIVE INC-AZ | 2,420 | 984,787 | 981,207 | (3,580) | 780,984 | 763,140 | 17,844 |
| 294 | 310691 DEERFIELD FARMERS TEL. CO. | 2,433 | 645,126 | 648,384 | 3,258 | 421,498 | 757,216 | 0 |
| 295 | 270440 CENTURY TEL. CO. OF EAST LA | 2,443 | 1,518,609 | 1,521,897 | 3,288 | 248,137 | 765,264 | 0 |
| 296 | 542318 FORESTHILL TELEPHONE COMPANY | 2,450 | 559,467 | 562,751 | 3,283 | 747,191 | 764,085 | 0 |
| 297 | 300613 LITTLE MIAMI COMM. CORP. | 2,469 | 394,556 | 397,863 | 3,307 | 384,480 | 760,301 | 0 |
| 298 | 320828 FRONTIER COMM. OF THORNTOWN, INC. | 2,481 | 0 | 0 | 0 | 284,537 | 765,500 | 0 |
| 299 | 150097 GERMANTOWN TEL. CO., INC. | 2,497 | 727,530 | 730,885 | 3,355 | 746,231 | 765,500 | 0 |
| 300 | 411785 J. B. N. TELEPHONE COMPANY INC. | 2,516 | 654,510 | 657,883 | 3,373 | 503,330 | 770,672 | 0 |
| 301 | 542311 CALIFORNIA-OREGON TELEPHONE CO | 2,558 | 657,589 | 643,720 | (13,869) | 860,309 | 800,234 | 60,075 |
| 302 | 150113 ALLTEL NY INC.-RED JACKET | 2,569 | 0 | 0 | 0 | 275,432 | 791,782 | 0 |
| 303 | 391647 CHEYENNE RIVER SIOUX TRIBAL TEL AUTH | 2,573 | 346,954 | 350,401 | 3,447 | 396,871 | 801,598 | 0 |
| 304 | 411808 MOUNDRIDGE TEL. CO. | 2,574 | 383,131 | 358,059 | (25,072) | 883,279 | 796,589 | 86,690 |
| 305 | 391676 SANBORN TEL. COOP. | 2,574 | 52,963 | 55,844 | 2,882 | 370,933 | 789,714 | 0 |
| 306 | 150133 VERNON TEL. CO., INC. | 2,613 | 0 | 0 | 0 | 249,354 | 802,733 | 0 |
| 307 | 452173 TOHONO O'ODHAM UTILITY AUTHORITY | 2,625 | 300,750 | 304,276 | 3,525 | 352,440 | 813,332 | 0 |
| 308 | 371553 GLENWOOD TELEPHONE MEMBERSHIP CORP. | 2,628 | 0 | 0 | 0 | 308,797 | 809,738 | 0 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.43

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | 1995 USF Loops | 1997 | | | Booked 1995 Corp Exp | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|---|-------------------|-------------------------|--|--|-------------------------|----------------------------------|--------------------|
| | | | Base Case Annual Exp | Calculated Annual Exp Adjustment | Difference Base Case vs. Calculated | | | |
| 309 | 341003 EGYPTIAN TEL. COOP. ASSN. | 2,641 | 161,871 | 165,421 | 3,550 | 601,874 | 809,738 | 0 |
| 310 | 361454 PINE ISLAND TELEPHONE COMPANY | 2,646 | 164,579 | 168,125 | 3,546 | 436,447 | 801,825 | 0 |
| 311 | 411807 MOKAN DIAL, INC.- KS | 2,656 | 733,220 | 736,784 | 3,564 | 509,845 | 807,484 | 0 |
| 312 | 502287 UNTAH BASIN TEL. ASSN. INC. | 2,671 | 474,434 | 478,028 | 3,594 | 669,405 | 814,229 | 0 |
| 313 | 200259 HARDY TEL. CO. | 2,681 | 791,958 | 795,562 | 3,604 | 411,618 | 807,032 | 0 |
| 314 | 401697 CENTRAL ARKANSAS TEL. COOP INC. | 2,684 | 368,907 | 372,513 | 3,607 | 485,366 | 810,188 | 0 |
| 315 | 492270 PENASCO VALLEY TEL. COOPERATIVE INC. | 2,687 | 1,699,102 | 1,658,989 | (40,112) | 901,680 | 812,210 | 89,470 |
| 316 | 542301 CALAVERAS TELEPHONE COMPANY | 2,690 | 937,395 | 767,512 | (169,883) | 1,306,300 | 816,913 | 489,387 |
| 317 | 613019 OTZ TELEPHONE COOPERATIVE, INC. | 2,691 | 217,410 | 221,024 | 3,614 | 715,309 | 842,015 | 0 |
| 318 | 532387 NEHALEM TELEPHONE AND TELEGRAPH | 2,721 | 0 | 0 | 0 | 363,396 | 826,023 | 0 |
| 319 | 310685 CHATHAM TEL. CO.-MI | 2,736 | 306,142 | 309,824 | 3,682 | 347,709 | 822,701 | 0 |
| 320 | 411746 BLUE VALLEY TELEPHONE COMPANY | 2,743 | 190,691 | 194,376 | 3,685 | 655,428 | 828,672 | 0 |
| 321 | 371542 EASTERN NEBRASKA TELEPHONE COMPANY | 2,748 | 250,004 | 211,069 | (38,935) | 974,557 | 842,232 | 132,325 |
| 322 | 462187 EL PASO COUNTY MUTUAL TEL CO | 2,750 | 145,584 | 148,662 | 3,079 | 323,153 | 860,689 | 0 |
| 323 | 522446 TENINO TEL. CO. | 2,783 | 263,394 | 267,128 | 3,733 | 690,216 | 835,916 | 0 |
| 324 | 320759 DAVIESS-MARTIN CTY. RURAL TEL. CORP. | 2,803 | 216,662 | 220,422 | 3,760 | 415,943 | 840,711 | 0 |
| 325 | 100010 HAMPDEN TEL. CO. | 2,804 | 0 | 0 | 0 | 340,348 | 846,992 | 0 |
| 326 | 270430 ELIZABETH TEL. CO., INC. | 2,810 | 1,083,639 | 1,087,411 | 3,772 | 665,111 | 838,971 | 0 |
| 327 | 421873 EASTERN MISSOURI TELEPHONE CO. | 2,811 | 382,061 | 385,842 | 3,780 | 352,087 | 896,581 | 0 |
| 328 | 371534 COZAD TELEPHONE COMPANY | 2,848 | 0 | 0 | 0 | 311,346 | 872,069 | 0 |
| 329 | 452171 ARIZONA TEL. CO. | 2,858 | 307,297 | 311,135 | 3,839 | 428,082 | 851,511 | 0 |
| 330 | 120050 WILTON TEL. CO.-NH | 2,878 | 0 | 510 | 510 | 402,688 | 872,279 | 0 |
| 331 | 341079 FRONTIER COMM.-SCHUYLER, INC. | 2,932 | 43,024 | 46,304 | 3,280 | 467,612 | 876,035 | 0 |
| 332 | 522431 MASHELL TELECOM INC. | 2,961 | 382,418 | 386,385 | 3,967 | 668,790 | 876,660 | 0 |
| 333 | 442116 MUENSTER TELEPHONE CORP. OF TEXAS | 3,027 | 533,627 | 432,649 | (100,978) | 1,207,974 | 890,271 | 317,703 |
| 334 | 340984 CASS COUNTY TEL. CO. | 3,032 | 0 | 0 | 0 | 720,488 | 890,271 | 0 |
| 335 | 542321 HAPPY VALLEY TELEPHONE COMPANY | 3,033 | 926,010 | 930,083 | 4,073 | 526,014 | 888,224 | 0 |
| 336 | 552353 MOAPA VALLEY TELEPHONE COMPANY | 3,073 | 0 | 0 | 0 | 207,127 | 903,842 | 0 |
| 337 | 320747 CENTRAL INDIANA TEL. CO., INC. | 3,074 | 600,933 | 605,057 | 4,124 | 250,210 | 903,039 | 0 |
| 338 | 250305 MON-CRE TEL. COOP. INC. | 3,075 | 320,481 | 324,601 | 4,120 | 452,515 | 892,108 | 0 |
| 339 | 431981 CHOUTEAU TELEPHONE CO. | 3,111 | 695,360 | 483,193 | (212,167) | 1,436,824 | 905,846 | 530,978 |
| 340 | 502288 ALL WEST COMMUNICATIONS-UT | 3,112 | 141,122 | 144,600 | 3,478 | 602,294 | 906,647 | 0 |
| 341 | 100004 CHINA TEL. CO. | 3,119 | 63,893 | 67,383 | 3,490 | 372,031 | 911,826 | 0 |
| 342 | 442168 WES-TEX TELEPHONE CO-OP. | 3,130 | 355,557 | 359,766 | 4,209 | 584,762 | 915,390 | 0 |
| 343 | 401698 CLEVELAND CTY TEL. CO. | 3,136 | 382,816 | 387,035 | 4,219 | 371,450 | 908,843 | 0 |
| 344 | 210331 INDIANTOWN TEL. SYSTEM | 3,148 | 904,292 | 789,178 | (115,114) | 1,206,948 | 936,782 | 270,166 |
| 345 | 361491 TWIN VALLEY-ULEN TEL CO INC. | 3,162 | 259,091 | 263,326 | 4,235 | 678,569 | 915,390 | 0 |
| 346 | 432014 OKLAHOMA WESTERN TELEPHONE CO. | 3,174 | 516,193 | 520,447 | 4,255 | 744,634 | 915,193 | 0 |
| 347 | 100011 HARTLAND & ST. ALBANS TEL. CO. | 3,247 | 229,771 | 234,134 | 4,363 | 398,419 | 933,904 | 0 |
| 348 | 170177 LACKAWAXEN TEL. CO. | 3,265 | 0 | 0 | 0 | 571,839 | 930,628 | 0 |
| 349 | 150107 NEWPORT TEL. CO.,INC. | 3,276 | 204,870 | 209,264 | 4,395 | 801,723 | 940,409 | 0 |
| 350 | 401733 YELCOT TEL. CO.,INC. | 3,279 | 389,427 | 393,835 | 4,408 | 935,571 | 952,294 | 0 |
| 351 | 283301 SOUTHEAST MISSISSIPPI TEL. CO. | 3,281 | 642,113 | 646,508 | 4,394 | 318,975 | 941,931 | 0 |
| 352 | 150118 PORT BYRON TEL. CO. | 3,285 | 638,240 | 642,653 | 4,413 | 434,084 | 937,738 | 0 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)
 Base Case - Computation Using the National Average cost per loop of \$248.43
 Using Total loops in determining allowable Corporate Expense
 Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulaes

| SAR_ID | SAR_NAME | USF Loops | 1997 | | | | Booked 1995 | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|--|-----------|-----------|----------------------|-----------------------|-------------------------------------|-------------|----------------------------|-----------------|
| | | | 1995 | Base Case Annual Exp | Calculated Adjustment | Difference vs. Base Case Calculated | | | |
| 353 | 401709 MADISON COUNTY TEL. CO. INC. | 3,314 | 186,600 | 190,944 | 4,344 | | 429,306 | 947,039 | 0 |
| 354 | 330870 CRANDON TEL. CO. | 3,316 | 293,272 | 297,722 | 4,450 | | 206,845 | 955,835 | 0 |
| 355 | 330908 MARQUETTE-ADAMS TEL. COOP., INC. | 3,320 | 0 | 0 | 0 | | 224,158 | 944,395 | 0 |
| 356 | 250300 HOPPER TEL. CO., INC. | 3,327 | 728,843 | 733,322 | 4,479 | | 763,006 | 943,638 | 0 |
| 357 | 250282 BLOUNTSVILLE TEL. CO., INC. | 3,374 | 528,424 | 532,961 | 4,537 | | 648,028 | 960,280 | 0 |
| 358 | 150111 ONEIDA COUNTY RURAL TEL. CO. | 3,380 | 473,341 | 477,876 | 4,535 | | 687,121 | 952,668 | 0 |
| 359 | 442131 POKA-LAMBRO TELEPHONE COOPERATIVE, INC. | 3,381 | 986,970 | 807,386 | (179,584) | | 1,630,596 | 966,339 | 664,257 |
| 360 | 431995 HINTON TELEPHONE CO. | 3,383 | 335,506 | 340,051 | 4,545 | | 429,760 | 955,463 | 0 |
| 361 | 310721 PIGEON TEL. CO. | 3,399 | 184,714 | 188,511 | 3,797 | | 711,708 | 969,256 | 0 |
| 362 | 532363 CLEAR CREEK MUTUAL TELEPHONE CO. | 3,447 | 435,439 | 440,077 | 4,638 | | 440,157 | 968,892 | 0 |
| 363 | 150104 MARGARETVILLE TEL. CO., INC. | 3,492 | 396,155 | 400,850 | 4,695 | | 887,397 | 979,709 | 0 |
| 364 | 140061 NORTHFIELD TEL. CO. | 3,519 | 77,508 | 81,454 | 3,946 | | 406,386 | 990,678 | 0 |
| 365 | 150079 CHAZY & WESTPORT TEL. CORP. | 3,522 | 186,568 | 190,514 | 3,947 | | 754,302 | 984,335 | 0 |
| 366 | 442117 CENTURY TELEPHONE OF PORT ARANSAS, INC. | 3,532 | 206,045 | 210,797 | 4,752 | | 283,115 | 994,867 | 0 |
| 367 | 177157 TUOLUMNE TEL. CO. DBA ALLTEL PENNSYLVANIA | 3,538 | 278,915 | 283,654 | 4,739 | | 712,808 | 979,352 | 0 |
| 368 | 170152 FRONTIER COMM. OF CANTON, INC. | 3,539 | 109,509 | 113,456 | 3,946 | | 305,120 | 988,395 | 0 |
| 369 | 472225 CENTURY TELEPHONE OF IDAHO | 3,552 | 1,024,447 | 1,029,210 | 4,763 | | 313,258 | 1,006,563 | 0 |
| 370 | 442135 SOUTHWEST TEXAS TELEPHONE COMPANY | 3,557 | 1,254,248 | 1,259,030 | 4,782 | | 535,001 | 1,001,434 | 0 |
| 371 | 381607 CONSOLIDATED TELEPHONE COOPERATIVE | 3,627 | 1,212,013 | 1,216,876 | 4,863 | | 912,214 | 1,007,922 | 0 |
| 372 | 210318 FRONTIER COMM. OF THE SOUTH-FL | 3,639 | 111,066 | 115,136 | 4,070 | | 345,615 | 1,010,799 | 0 |
| 373 | 411777 GOLDEN BELT TELEPHONE ASSN. INC. | 3,703 | 213,826 | 218,790 | 4,963 | | 570,463 | 1,021,816 | 0 |
| 374 | 361186 GTE NORTH, INC.-MN | 3,705 | 76,716 | 80,856 | 4,140 | | 946,632 | 1,051,106 | 0 |
| 375 | 431994 GRAND TELEPHONE CO. INC. | 3,714 | 198,066 | 202,221 | 4,155 | | 532,705 | 1,015,502 | 0 |
| 376 | 552356 RIO VIRGIN TELEPHONE COMPANY | 3,764 | 20,589 | 24,811 | 4,221 | | 323,148 | 1,051,570 | 0 |
| 377 | 482251 RANGE TEL. COOP INC.-MT | 3,805 | 1,154,947 | 1,160,055 | 5,108 | | 886,876 | 1,050,951 | 0 |
| 378 | 421865 CITIZENS TELEPHONE CO. - MISSOURI | 3,837 | 292,213 | 297,378 | 5,166 | | 569,813 | 1,043,287 | 0 |
| 379 | 170183 MAHANOY & MAHANTONGO TEL. CO. | 3,838 | 170,776 | 175,061 | 4,285 | | 546,334 | 1,035,169 | 0 |
| 380 | 401702 SOUTH ARKANSAS TEL. CO., INC. | 3,841 | 226,318 | 231,484 | 5,166 | | 847,421 | 1,041,864 | 0 |
| 381 | 330916 MOUNT HOORB TEL. CO. | 3,921 | 264,497 | 269,765 | 5,268 | | 308,550 | 1,059,395 | 0 |
| 382 | 330920 NIAGARA TEL. CO. | 3,924 | 0 | 0 | 0 | | 385,774 | 1,066,330 | 0 |
| 383 | 280452 DELTA TEL. CO., INC. | 3,928 | 591,121 | 596,404 | 5,283 | | 555,790 | 1,080,858 | 0 |
| 384 | 381604 BEK COMMUNICATIONS COOPERATIVE | 3,953 | 731,262 | 736,575 | 5,313 | | 603,117 | 1,052,189 | 0 |
| 385 | 170149 FRONTIER COMM. OF BREEZEWOOD, INC. | 3,985 | 159,703 | 164,165 | 4,462 | | 288,239 | 1,054,502 | 0 |
| 386 | 613011 INTERIOR TELEPHONE COMPANY INC. | 4,001 | 1,349,324 | 1,167,842 | (181,481) | | 1,758,308 | 1,120,685 | 637,623 |
| 387 | 150129 TOWNSHIP TEL. CO., INC. | 4,029 | 71,326 | 75,824 | 4,499 | | 771,805 | 1,066,778 | 0 |
| 388 | 421931 NORTHEAST MISSOURI RURAL TEL. CO. | 4,039 | 633,210 | 638,634 | 5,423 | | 984,834 | 1,064,081 | 0 |
| 389 | 453334 TABLE TOP TELEPHONE COMPANY, INC. | 4,050 | 258,589 | 264,012 | 5,423 | | 458,106 | 1,121,579 | 0 |
| 390 | 421949 STEELVILLE TEL. EXCH. INC. | 4,055 | 1,110,975 | 1,116,414 | 5,439 | | 517,577 | 1,077,967 | 0 |
| 391 | 421914 MARK TWAIN RURAL TELEPHONE CO | 4,073 | 639,396 | 644,862 | 5,466 | | 340,433 | 1,066,629 | 0 |
| 392 | 351346 ACE TEL ASSN -IA | 4,109 | 16,307 | 20,892 | 4,586 | | 374,878 | 1,077,531 | 0 |
| 393 | 320819 SOUTHEASTERN INDIANA RURAL TEL COOP., I | 4,111 | 24,224 | 28,819 | 4,594 | | 487,699 | 1,083,441 | 0 |
| 394 | 442052 CENTRAL TEXAS TELEPHONE CO-OP INC | 4,127 | 1,880,092 | 1,841,498 | (38,595) | | 1,196,096 | 1,076,075 | 120,021 |
| 395 | 371591 SOUTHEAST NEBRASKA TEL. CO. | 4,129 | 740,223 | 672,009 | (68,214) | | 1,264,391 | 1,096,228 | 168,163 |
| 396 | 512299 TELEPHONE UTILITIES OF WYOMING, INC. | 4,143 | 249,923 | 255,490 | 5,567 | | 435,518 | 1,109,487 | 0 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.43

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | USF Loops | 1997 | | | Booked 1995 Corp Exp | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|---|-----------|---------------------------|-----------------------|-------------------------------------|----------------------|----------------------------|-----------------|
| | | | 1995 Base Case Annual Exp | Calculated Adjustment | Difference vs. Base Case Calculated | | | |
| 397 | 200267 ARMSTRONG TEL. CO. | 4,156 | 198,136 | 202,790 | 4,654 | 565,475 | 1,086,007 | 0 |
| 398 | 391680 SULLY BUTTES TELEPHONE COOP. INC. | 4,174 | 308,486 | 314,090 | 5,604 | 731,116 | 1,102,788 | 0 |
| 399 | 532359 BEAVER CREEK COOPERATIVE TEL. CO. | 4,227 | 349,939 | 355,622 | 5,683 | 546,453 | 1,090,804 | 0 |
| 400 | 442039 BIG BEND TELEPHONE COMPANY INC. | 4,229 | 5,012,577 | 4,756,717 | (255,860) | 1,738,294 | 1,105,484 | 632,810 |
| 401 | 421901 KINGDOM TELEPHONE COMPANY | 4,241 | 676,489 | 682,177 | 5,688 | 561,101 | 1,097,468 | 0 |
| 402 | 502278 EMERY TELEPHONE | 4,245 | 0 | 0 | 0 | 822,241 | 1,117,214 | 0 |
| 403 | 210291 FLORALA TELEPHONE COMPANY-FL | 4,255 | 602,419 | 608,126 | 5,707 | 314,694 | 1,095,537 | 0 |
| 404 | 411835 SUNFLOWER TEL. CO.,INC. | 4,268 | 822,504 | 598,371 | (224,133) | 1,719,378 | 1,122,597 | 596,781 |
| 405 | 190217 AMELIA TEL. CORP. | 4,296 | 428,565 | 434,343 | 5,778 | 471,224 | 1,111,469 | 0 |
| 406 | 341055 FRONTIER COMM.-MIDLAND, INC. | 4,302 | 388,252 | 394,014 | 5,763 | 449,929 | 1,103,059 | 0 |
| 407 | 220369 HAWKINSVILLE TEL. CO. | 4,314 | 683,571 | 577,272 | (106,299) | 1,451,435 | 1,122,851 | 328,584 |
| 408 | 542339 THE SISKIYOU TELEPHONE CO. | 4,326 | 1,558,340 | 1,497,659 | (60,681) | 1,315,788 | 1,121,834 | 193,954 |
| 409 | 220347 BRANTLEY TEL. CO., INC. | 4,332 | 684,051 | 689,879 | 5,827 | 1,060,491 | 1,112,128 | 0 |
| 410 | 442143 SOUTH PLAINS TEL. COOP.,INC. | 4,334 | 231,525 | 236,379 | 4,854 | 700,639 | 1,110,810 | 0 |
| 411 | 431988 DOBSON TELEPHONE CO. | 4,353 | 1,782,822 | 1,269,995 | (512,827) | 2,307,108 | 1,114,355 | 1,192,753 |
| 412 | 411833 SOUTHERN KANSAS TEL. CO.,INC. | 4,379 | 655,609 | 570,861 | (84,748) | 1,424,715 | 1,118,633 | 306,082 |
| 413 | 330937 PRICE COUNTY TEL. CO. | 4,379 | 307,511 | 313,401 | 5,890 | 266,109 | 1,132,827 | 0 |
| 414 | 452174 SOUTHWESTERN TEL. CO. | 4,383 | 0 | 0 | 0 | 571,104 | 1,112,653 | 0 |
| 415 | 462186 EASTERN SLOPE RURAL TEL ASSN INC | 4,392 | 266,129 | 272,024 | 5,895 | 444,710 | 1,130,489 | 0 |
| 416 | 522427 LEWIS RIVER TELEPHONE COMPANY INC. | 4,410 | 37,940 | 42,860 | 4,920 | 487,351 | 1,117,989 | 0 |
| 417 | 442046 CAP ROCK TELEPHONE COOPERATIVE, INC. | 4,413 | 188,129 | 193,051 | 4,922 | 905,736 | 1,135,750 | 0 |
| 418 | 140058 LUDLOW TEL. CO. | 4,428 | 0 | 0 | 0 | 547,203 | 1,129,499 | 0 |
| 419 | 482250 PROJECT TEL. CO. | 4,506 | 1,073,843 | 1,079,888 | 6,045 | 764,721 | 1,141,147 | 0 |
| 420 | 250284 BUTLER TEL. CO., INC. | 4,513 | 659,458 | 665,505 | 6,047 | 468,058 | 1,139,002 | 0 |
| 421 | 341038 FRONTIER COMM. OF ILLINOIS, INC. | 4,555 | 176,270 | 181,359 | 5,089 | 547,217 | 1,137,080 | 0 |
| 422 | 330891 HEADWATERS TEL. CO. | 4,566 | 165,180 | 170,289 | 5,109 | 202,078 | 1,147,822 | 0 |
| 423 | 310717 ONTONAGON COUNTY TEL. CO. | 4,573 | 0 | 0 | 0 | 797,300 | 1,140,909 | 0 |
| 424 | 341088 WABASH TEL. COOP., INC. | 4,584 | 0 | 0 | 0 | 696,754 | 1,144,799 | 0 |
| 425 | 170192 NORTH PENN TEL. CO. | 4,587 | 432,756 | 438,915 | 6,159 | 363,328 | 1,140,909 | 0 |
| 426 | 494449 NAVAJO COMMUNICATIONS CO INC-NM | 4,616 | 1,705,215 | 1,711,410 | 6,194 | 724,544 | 1,167,301 | 0 |
| 427 | 240551 WILLISTON TEL. CO. | 4,655 | 555,535 | 561,786 | 6,251 | 578,004 | 1,152,059 | 0 |
| 428 | 220355 CITIZENS TEL. CO., INC.-GA | 4,720 | 656,677 | 663,030 | 6,352 | 914,125 | 1,169,301 | 0 |
| 429 | 341025 SHAWNEE TEL. CO. | 4,755 | 89,896 | 95,222 | 5,326 | 511,644 | 1,163,024 | 0 |
| 430 | 310704 ACE TEL. CO. OF MI, INC. | 4,767 | 199,502 | 204,841 | 5,339 | 426,709 | 1,162,375 | 0 |
| 431 | 431979 CHEROKEE TELEPHONE CO. | 4,768 | 0 | 0 | 0 | 538,189 | 1,158,328 | 0 |
| 432 | 100029 UNITY TEL. CO., INC. | 4,822 | 166,135 | 171,540 | 5,405 | 784,644 | 1,167,512 | 0 |
| 433 | 492274 UNIVERSAL TEL CO OF SOUTHWEST- NM | 4,827 | 713,957 | 720,434 | 6,476 | 415,584 | 1,175,285 | 0 |
| 434 | 270441 STAR TEL. CO., INC. | 4,836 | 847,710 | 854,220 | 6,510 | 561,145 | 1,168,040 | 0 |
| 435 | 613006 COPPER VALLEY TEL. COOP. INC. | 4,848 | 1,293,696 | 1,283,593 | (10,104) | 1,267,956 | 1,221,146 | 46,810 |
| 436 | 401734 YELL COUNTY TELEPHONE COMPANY | 4,866 | 139,944 | 145,372 | 5,428 | 1,059,048 | 1,178,607 | 0 |
| 437 | 613023 UNITED UTILITIES INC. | 4,873 | 1,715,511 | 1,686,501 | (29,010) | 1,329,205 | 1,177,607 | 151,598 |
| 438 | 270438 RESERVE TEL. CO | 4,924 | 145,229 | 8,741 | (136,487) | 1,923,521 | 1,191,846 | 731,675 |
| 439 | 613022 TELEPHONE UTILITIES OF ALASKA | 4,940 | 0 | 0 | 0 | 395,833 | 1,202,846 | 0 |
| 440 | 401729 WALNUT HILL TELEPHONE COMPANY | 4,960 | 2,154,669 | 2,051,975 | (102,694) | 1,408,749 | 1,182,942 | 225,807 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.43

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | USF Loops | 1997 | | | Booked 1995 | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|--|-----------|-----------|----------------------|-----------------------|-------------|----------------------------|-----------------|
| | | | 1995 | Base Case Annual Exp | Calculated Adjustment | | | |
| 441 | 220358 DARIEN TEL. CO., INC. | 5,024 | 841,214 | 800,931 | (40,283) | 1,304,183 | 1,194,042 | 110,141 |
| 442 | 270442 CENTURY TEL. OF SOUTHWEST LA, INC. | 5,107 | 2,987,603 | 2,994,453 | 6,850 | 391,103 | 1,197,983 | 0 |
| 443 | 140069 WAITSFIELD/FAYSTON TEL. CO. | 5,125 | 405,447 | 407,677 | 2,230 | 1,213,116 | 1,198,864 | 14,252 |
| 444 | 150077 CHAMPLAIN TEL. CO. | 5,128 | 271,574 | 190,481 | (81,093) | 1,552,863 | 1,218,650 | 334,213 |
| 445 | 381632 RESERVATION TELEPHONE COOPERATIVE | 5,141 | 712,898 | 719,800 | 6,903 | 1,059,364 | 1,206,379 | 0 |
| 446 | 492268 WESTERN NEW MEXICO TEL. CO., INC. | 5,257 | 3,241,461 | 2,853,510 | (387,952) | 2,147,128 | 1,214,709 | 932,419 |
| 447 | 442060 COMANCHE COUNTY TEL COMPANY INC. | 5,276 | 248,376 | 133,700 | (114,676) | 1,636,432 | 1,212,997 | 423,435 |
| 448 | 401724 SOUTHWEST ARKANSAS TEL. COOP. INC. | 5,278 | 1,567,653 | 1,391,726 | (175,927) | 1,613,908 | 1,211,337 | 402,571 |
| 449 | 542324 KERMAN TELEPHONE COMPANY | 5,284 | 289,418 | 295,323 | 5,905 | 975,248 | 1,223,720 | 0 |
| 450 | 532383 MOLALLA TELEPHONE COMPANY | 5,385 | 571,936 | 579,185 | 7,249 | 811,743 | 1,223,367 | 0 |
| 451 | 411841 UNITED TELEPHONE ASSN. INC. | 5,393 | 863,320 | 870,561 | 7,241 | 573,575 | 1,226,495 | 0 |
| 452 | 442159 VALLEY TELEPHONE CO-OP. INC. - TX | 5,414 | 3,796,211 | 3,624,273 | (171,938) | 1,644,461 | 1,226,632 | 417,829 |
| 453 | 432017 PINE TELEPHONE CO INC- OK | 5,457 | 275,448 | 281,550 | 6,102 | 956,155 | 1,224,562 | 0 |
| 454 | 544342 CITIZENS TELECOMMUNICATIONS CO. OF TUOL | 5,545 | 1,918,606 | 1,926,048 | 7,441 | 650,843 | 1,229,512 | 0 |
| 455 | 442059 COLORADO VALLEY TELEPHONE CO-OP. INC. | 5,675 | 1,081,352 | 1,088,982 | 7,630 | 1,099,886 | 1,249,577 | 0 |
| 456 | 361483 SLEEPY EYE TEL. CO. | 5,703 | 13,514 | 19,897 | 6,383 | 528,908 | 1,246,669 | 0 |
| 457 | 310713 HIAWATHA TEL. CO. | 5,709 | 577,360 | 585,027 | 7,667 | 831,781 | 1,250,664 | 0 |
| 458 | 220354 CHICKAMAUGA TEL. CORP. | 5,729 | 0 | 0 | 0 | 867,178 | 1,248,834 | 0 |
| 459 | 442040 BRAZORIA TEL. CO. | 5,760 | 1,571,841 | 1,541,773 | (30,068) | 1,341,901 | 1,245,215 | 96,686 |
| 460 | 150073 BERKSHIRE TEL. CORP. | 5,788 | 0 | 0 | 0 | 1,301,620 | 1,247,354 | 54,266 |
| 461 | 401726 TRI-COUNTY TEL. CO. INC.-AR | 5,856 | 755,038 | 695,284 | (59,754) | 1,393,977 | 1,247,789 | 146,188 |
| 462 | 351888 GRAND RIVER MUT. TEL. CORP.-IA | 5,923 | 0 | 0 | 0 | 284,440 | 1,255,626 | 0 |
| 463 | 240512 BLUFFTON TEL. CO., INC. | 5,937 | 825,549 | 829,142 | 3,593 | 1,263,646 | 1,253,946 | 9,700 |
| 464 | 411957 THE UTC OF MO DBA UTC OF SE. KS | 5,944 | 0 | 0 | 0 | 423,634 | 1,256,228 | 0 |
| 465 | 250304 MILLRY TEL. CO., INC. | 5,964 | 880,654 | 888,641 | 7,988 | 748,349 | 1,254,076 | 0 |
| 466 | 150105 MIDDLEBURGH TELEPHONE CO. | 5,966 | 201,517 | 208,171 | 6,654 | 721,945 | 1,254,937 | 0 |
| 467 | 391652 DAKOTA COOP TELECOMMUNICATIONS CO INC | 6,071 | 103,490 | 110,261 | 6,771 | 1,237,223 | 1,259,414 | 0 |
| 468 | 462208 UNIVERSAL TEL. CO. OF COLORADO | 6,082 | 1,508,863 | 1,517,017 | 8,154 | 479,418 | 1,261,783 | 0 |
| 469 | 442151 TAYLOR TEL. CO-OP.,INC. | 6,140 | 815,141 | 823,393 | 8,252 | 791,729 | 1,263,419 | 0 |
| 470 | 220344 ALMA TEL. CO., INC. | 6,180 | 823,649 | 802,505 | (21,145) | 1,329,271 | 1,269,877 | 59,394 |
| 471 | 120045 KEARSARGE TEL. CO. | 6,184 | 273,676 | 280,585 | 6,908 | 760,202 | 1,271,815 | 0 |
| 472 | 150072 FRONTIER COMM. OF AUSABLE VALLEY, INC. | 6,191 | 163,000 | 169,924 | 6,923 | 393,966 | 1,261,740 | 0 |
| 473 | 371574 NEBRASKA CENTRAL TELEPHONE COMPANY | 6,222 | 358,070 | 366,421 | 8,351 | 923,676 | 1,274,484 | 0 |
| 474 | 150131 TRUMANSBURG HOME TEL. CO. | 6,231 | 212,007 | 218,975 | 6,968 | 798,714 | 1,266,734 | 0 |
| 475 | 512296 TRI-COUNTY TEL. ASSN. INC.-WY | 6,290 | 623,852 | 632,299 | 8,447 | 549,835 | 1,270,006 | 0 |
| 476 | 310732 UPPER PENINSULA TEL. CO. | 6,341 | 1,793,356 | 1,801,883 | 8,527 | 1,211,568 | 1,271,126 | 0 |
| 477 | 401713 NORTHERN ARKANSAS TEL. CO.,INC. | 6,397 | 2,238,688 | 2,184,335 | (54,353) | 1,395,470 | 1,271,772 | 123,698 |
| 478 | 442101 CENTURY TELEPHONE OF LAKE DALLAS, INC. | 6,428 | 1,091,629 | 1,100,245 | 8,616 | 910,387 | 1,274,484 | 0 |
| 479 | 120049 UNION TEL. CO. | 6,433 | 0 | 0 | 0 | 989,105 | 1,273,322 | 0 |
| 480 | 330931 PEOPLES TEL. CO. OF RANDOLPH | 6,438 | 0 | 0 | 0 | 1,110,115 | 1,277,455 | 0 |
| 481 | 120047 MERRIMACK COUNTY TEL CO. | 6,608 | 393,219 | 337,483 | (55,736) | 1,510,548 | 1,288,693 | 221,855 |
| 482 | 432022 SALINA-SPAVINAW TEL. CO.,INC | 6,656 | 806,368 | 815,288 | 8,920 | 1,108,453 | 1,282,880 | 0 |
| 483 | 502286 SOUTH CENTRAL UTAH TEL. ASSN. INC. | 6,679 | 338,866 | 346,339 | 7,473 | 1,027,190 | 1,289,984 | 0 |
| 484 | 361451 PAUL BUNYAN RURAL TEL. COOP. | 6,709 | 335,722 | 343,205 | 7,483 | 847,067 | 1,290,931 | 0 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.43

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | USF Loops | 1997 | | Calculated Annual Exp Adjustment | Difference Base Case vs. Calculated | Booked 1995 Corp Exp | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|---|-----------|-----------|------------|--|--|-------------------------|----------------------------------|--------------------|
| | | | Base Case | Annual Exp | | | | | |
| 485 | 361433 MID STATE TELEPHONE COMPANY | 6,733 | 0 | 0 | 0 | 0 | 688,204 | 1,286,066 | 0 |
| 486 | 371524 BLAIR TELEPHONE COMPANY | 6,785 | 168,275 | 37,948 | (130,327) | | 1,806,519 | 1,298,208 | 508,311 |
| 487 | 100025 STANDISH TEL. CO. | 6,801 | 373,437 | 381,040 | 7,603 | | 755,320 | 1,291,362 | 0 |
| 488 | 512297 UNION TELEPHONE CO. | 6,804 | 1,051,994 | 1,061,129 | 9,135 | | 672,920 | 1,291,448 | 0 |
| 489 | 452302 CONTEL OF CALIFORNIA - ARIZONA | 6,856 | 415,073 | 424,299 | 9,226 | | (1,389,451) | 1,304,365 | 0 |
| 490 | 270436 CENTURY TEL. OF NORTH LOUISIANA, INC. | 6,912 | 2,477,341 | 2,486,640 | 9,299 | | 534,625 | 1,301,911 | 0 |
| 491 | 482235 BLACKFOOT TEL. COOPERATIVE INC. | 6,947 | 920,193 | 929,512 | 9,319 | | 1,053,264 | 1,296,270 | 0 |
| 492 | 411826 RURAL TEL. SERVICE CO.,INC. | 7,011 | 1,866,322 | 1,737,712 | (128,609) | | 1,725,149 | 1,304,107 | 421,042 |
| 493 | 270425 CAMERON TEL. CO.-LA | 7,034 | 1,935,223 | 1,604,463 | (330,760) | | 2,352,671 | 1,310,823 | 1,041,848 |
| 494 | 483308 CLARK FORK TELECOMMUNICATIONS, INC. | 7,039 | 1,687,207 | 1,696,649 | 9,442 | | 833,236 | 1,304,925 | 0 |
| 495 | 210335 NORTHEAST FLORIDA TEL. CO., INC. | 7,144 | 1,012,137 | 922,876 | (89,262) | | 1,522,277 | 1,310,307 | 211,970 |
| 496 | 511595 UNITED TELEPHONE CO. OF THE WEST-WY | 7,144 | 504,199 | 513,778 | 9,579 | | 678,009 | 1,314,698 | 0 |
| 497 | 421789 THE KS STATE TEL. DBA GTE OF EASTERN MIS | 7,167 | 0 | 0 | 0 | | (547,336) | 1,309,876 | 0 |
| 498 | 220378 PLANTERS RURAL TEL. COOP., INC. | 7,190 | 507,769 | 517,431 | 9,662 | | 613,229 | 1,304,796 | 0 |
| 499 | 290552 CENTURY TEL. OF ADAMSVILLE, INC. | 7,367 | 874,990 | 884,892 | 9,902 | | 474,577 | 1,317,885 | 0 |
| 500 | 280454 FRANKLIN TEL. CO., INC.-MS | 7,402 | 1,038,531 | 1,048,491 | 9,960 | | 903,937 | 1,335,279 | 0 |
| 501 | 431969 BIXBY TELEPHONE CO. | 7,441 | 518,017 | 527,992 | 9,975 | | 664,802 | 1,319,908 | 0 |
| 502 | 432006 MCLOUD TELEPHONE CO. | 7,453 | 989,565 | 741,539 | (248,027) | | 1,905,360 | 1,316,808 | 588,552 |
| 503 | 150093 EMPIRE TELEPHONE CORP-NY | 7,460 | 164,020 | 172,378 | 8,358 | | 640,337 | 1,317,497 | 0 |
| 504 | 401692 ARKANSAS TELEPHONE COMPANY | 7,483 | 62,042 | 70,404 | 8,362 | | 699,956 | 1,320,597 | 0 |
| 505 | 472231 PROJECT MUTUAL TEL. COOP. ASSN. | 7,497 | 0 | 0 | 0 | | 705,792 | 1,323,955 | 0 |
| 506 | 483310 CENTRAL MONTANA COMMUNICATIONS, INC. | 7,526 | 1,868,003 | 1,878,116 | 10,114 | | 350,079 | 1,328,476 | 0 |
| 507 | 330909 MIDWAY TEL. CO. | 7,670 | 0 | 0 | 0 | | 687,194 | 1,338,250 | 0 |
| 508 | 260411 LESLIE COUNTY TEL. CO., INC. | 7,693 | 994,371 | 1,004,720 | 10,349 | | 873,497 | 1,329,510 | 0 |
| 509 | 330952 SOUTHEAST TEL. CO. OF WIS., INC. | 7,775 | 0 | 0 | 0 | | 683,552 | 1,345,828 | 0 |
| 510 | 542332 THE PONDEROSA TELEPHONE COMPANY | 7,837 | 3,557,756 | 3,399,500 | (158,256) | | 1,795,861 | 1,339,283 | 456,578 |
| 511 | 431980 CHICKASAW TELEPHONE CO. | 7,855 | 821,076 | 744,871 | (76,205) | | 1,619,241 | 1,339,671 | 279,570 |
| 512 | 290557 CENTURY TEL. OF CLAIBORNE, INC. | 7,897 | 606,917 | 617,541 | 10,624 | | 449,458 | 1,347,852 | 0 |
| 513 | 462184 DELTA COUNTY TELE-COMM INC. | 7,923 | 445,963 | 456,291 | 10,329 | | 990,715 | 1,338,939 | 0 |
| 514 | 421864 CHARITON VALLEY TELEPHONE CO. | 7,939 | 990,919 | 1,001,602 | 10,683 | | 655,494 | 1,339,369 | 0 |
| 515 | 330917 MOUNT VERNON TEL. CO. | 7,977 | 0 | 0 | 0 | | 691,558 | 1,342,943 | 0 |
| 516 | 484322 CITIZENS TELECOMMUNICATIONS CO. OF MONT | 8,161 | 1,068,879 | 1,079,858 | 10,978 | | 1,323,212 | 1,352,545 | 0 |
| 517 | 220348 BULLOCH CNTY. RURAL TEL. COOP., INC. | 8,182 | 643,179 | 654,171 | 10,991 | | 417,639 | 1,349,703 | 0 |
| 518 | 190249 ROANOKE & BOTETOURT TEL. CO. | 8,187 | 463,663 | 474,629 | 10,966 | | 1,241,373 | 1,363,309 | 0 |
| 519 | 330860 CHEQUAMEGON TEL. COOP., INC. | 8,305 | 264,544 | 273,815 | 9,271 | | 606,856 | 1,357,841 | 0 |
| 520 | 150089 DEPOSIT TELEPHONE CO. INC. | 8,365 | 474,120 | 485,338 | 11,217 | | 1,011,410 | 1,359,132 | 0 |
| 521 | 210329 GULF TEL. CO.-FL | 8,439 | 697,307 | 708,649 | 11,342 | | 682,335 | 1,371,145 | 0 |
| 522 | 160135 WARWICK VALLEY TEL. CO.-NJ | 8,440 | 0 | 0 | 0 | | 637,593 | 1,365,763 | 0 |
| 523 | 330934 PLATTEVILLE TEL. CO. DBA PTI COMM. | 8,590 | 0 | 0 | 0 | | 828,949 | 1,379,498 | 0 |
| 524 | 120039 GRANITE STATE TEL., INC. | 8,623 | 432,733 | 195,720 | (237,013) | | 2,207,236 | 1,368,691 | 838,545 |
| 525 | 310738 WOLVERINE TEL CO. | 8,662 | 0 | 0 | 0 | | 864,403 | 1,371,532 | 0 |
| 526 | 381630 POLAR COMMUNICATIONS MUTUAL AID CORP | 8,834 | 0 | 0 | 0 | | 892,975 | 1,387,119 | 0 |
| 527 | 431985 CROSS TELEPHONE CO. | 8,866 | 347,592 | 357,526 | 9,934 | | 1,074,495 | 1,385,956 | 0 |
| 528 | 532371 CASCADE UTILITIES INC. | 8,881 | 43,038 | 52,966 | 9,928 | | 1,123,201 | 1,387,377 | 0 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.43

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | USF Loops | 1995 | 1997 | Calculated | Difference | Booked 1995 | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|---|-----------|------------|-----------------------|----------------|------------|-------------|----------------------------|-----------------|
| | | | Annual Exp | Annual Exp Adjustment | vs. Calculated | Base Case | | | |
| 529 | 220379 PLANT TEL. CO. | 8,907 | 1,360,113 | 1,164,326 | (195,787) | | 1,871,661 | 1,385,569 | 486,092 |
| 530 | 391643 GOLDEN WEST COMMUNICATIONS, INC. | 8,922 | 125,645 | 135,613 | 9,968 | | 705,193 | 1,401,413 | 0 |
| 531 | 330859 CENTRAL STATE TEL. CO. | 9,066 | 654,058 | 666,223 | 12,165 | | 832,181 | 1,390,176 | 0 |
| 532 | 442130 PEOPLES TELEPHONE COOPERATIVE - TX | 9,069 | 898,049 | 910,197 | 12,148 | | 1,265,708 | 1,388,453 | 0 |
| 533 | 270431 CENTURY TEL. OF NORTHWEST LA, INC. | 9,236 | 2,375,075 | 2,387,452 | 12,377 | | 744,023 | 1,405,417 | 0 |
| 534 | 150122 FRONTIER COMM. OF SENECA GORHAM, INC. | 9,272 | 0 | 0 | 0 | | 629,708 | 1,399,906 | 0 |
| 535 | 320776 COMM. CORP. OF INDIANA | 9,274 | 894,701 | 907,168 | 12,467 | | 949,084 | 1,398,313 | 0 |
| 536 | 230510 WILKES TEL. MEMB. CORP. | 9,313 | 1,225,978 | 1,238,503 | 12,525 | | 978,585 | 1,395,471 | 0 |
| 537 | 482257 TRIANGLE TEL. COOPERATIVE ASSN. INC. | 9,362 | 199,266 | 209,717 | 10,451 | | 639,083 | 1,406,752 | 0 |
| 538 | 532362 CANBY TELEPHONE ASSOCIATION | 9,393 | 0 | 0 | 0 | | 1,060,015 | 1,406,967 | 0 |
| 539 | 542343 THE VOLCANO TELEPHONE COMPANY | 9,532 | 891,066 | 903,852 | 12,785 | | 1,379,745 | 1,407,613 | 0 |
| 540 | 381637 WEST RIVER TELECOMMUNICATIONS COOPERA | 9,649 | 274,491 | 285,277 | 10,786 | | 958,776 | 1,425,438 | 0 |
| 541 | 323034 CONTEL OF SOUTH, INC. DBA GTE SYSTEMS OF | 9,655 | 33,108 | 43,933 | 10,825 | | 212,704 | 1,418,291 | 0 |
| 542 | 613013 KETCHIKAN PUBLIC UTILITIES | 9,706 | 274,472 | 285,355 | 10,883 | | 1,070,095 | 1,430,734 | 0 |
| 543 | 220360 ELLIJAY TEL. CO. | 9,715 | 1,524,590 | 1,537,641 | 13,051 | | 925,580 | 1,425,481 | 0 |
| 544 | 330913 CENTURY TEL. OF MONROE COUNTY, INC. | 9,752 | 95,624 | 106,517 | 10,893 | | 628,043 | 1,432,457 | 0 |
| 545 | 522453 YELM TELEPHONE COMPANY | 9,762 | 200,166 | 211,068 | 10,902 | | 769,324 | 1,419,324 | 0 |
| 546 | 220381 PUBLIC SERVICE TEL. CO. | 9,814 | 2,089,661 | 2,029,558 | (60,103) | | 1,612,330 | 1,427,505 | 184,825 |
| 547 | 361414 LAKEDALE TELEPHONE COMPANY | 9,936 | 0 | 0 | 0 | | 1,714,596 | 1,429,098 | 285,498 |
| 548 | 542315 EVANS TELEPHONE COMPANY | 9,971 | 1,043,082 | 728,184 | (314,898) | | 2,322,193 | 1,443,996 | 878,197 |
| 549 | 150091 DUNKIRK AND FREDONIA TEL. CO. | 9,982 | 0 | 0 | 0 | | 1,622,841 | 1,450,798 | 172,043 |
| 550 | 280453 ALLTEL MISSISSIPPI, INC. | 10,119 | 1,319,862 | 1,333,436 | 13,574 | | 740,039 | 1,437,150 | 0 |
| 551 | 250318 FRONTIER COMM. OF THE SOUTH, INC. | 10,142 | 987,035 | 1,000,631 | 13,595 | | 1,052,659 | 1,452,133 | 0 |
| 552 | 482246 MID-RIVERS TEL. COOPERATIVE INC. | 10,159 | 2,863,483 | 2,877,143 | 13,660 | | 1,293,690 | 1,445,244 | 0 |
| 553 | 361350 ARVIG TEL. CO. | 10,263 | 0 | 0 | 0 | | 1,355,997 | 1,440,809 | 0 |
| 554 | 320753 CLAY CTY. RURAL TEL. COOP., INC. | 10,269 | 0 | 0 | 0 | | 663,583 | 1,439,346 | 0 |
| 555 | 361346 ACE TEL. ASSN.-MN | 10,322 | 0 | 0 | 0 | | 874,717 | 1,445,546 | 0 |
| 556 | 150078 CHAUTAUQUA & ERIE TEL. CORP. | 10,383 | 0 | 0 | 0 | | 1,347,194 | 1,464,103 | 0 |
| 557 | 123321 MCTA, INC. | 10,395 | 697,001 | 593,818 | (103,183) | | 1,727,144 | 1,451,789 | 275,355 |
| 558 | 522452 WHIDBEY TEL. CO. | 10,602 | 1,365,051 | 1,008,215 | (356,836) | | 2,499,108 | 1,458,721 | 1,040,387 |
| 559 | 220394 WILKES TEL. & ELECTRIC CO. | 10,623 | 305,375 | 317,284 | 11,909 | | 1,035,351 | 1,463,457 | 0 |
| 560 | 210330 VISTA-UNITED TELECOMM. SYSTEMS | 10,681 | 1,353,033 | 1,367,394 | 14,362 | | 1,501,044 | 1,661,041 | 0 |
| 561 | 361442 NEW ULM TELECOM, INC. | 10,691 | 0 | 0 | 0 | | 824,998 | 1,477,020 | 0 |
| 562 | 492262 E.N.M.R. TEL COOP. INC.-NM | 11,002 | 3,187,819 | 2,875,602 | (312,218) | | 2,702,401 | 1,489,290 | 1,213,111 |
| 563 | 280446 BAY SPRINGS TEL. CO., INC. | 11,023 | 2,108,166 | 1,779,890 | (328,276) | | 2,196,238 | 1,476,718 | 719,520 |
| 564 | 320800 NORTHWESTERN INDIANA TEL. CO., INC. | 11,084 | 143,627 | 0 | (143,627) | | 2,563,329 | 1,478,914 | 1,084,415 |
| 565 | 240539 POND BRANCH TEL. CO., INC. | 11,121 | 693,801 | 708,698 | 14,897 | | 1,344,463 | 1,475,900 | 0 |
| 566 | 100024 SOMERSET TEL. CO. | 11,145 | 646,483 | 649,238 | 2,755 | | 1,513,577 | 1,481,885 | 31,692 |
| 567 | 381447 NORTH DAKOTA TELEPHONE COMPANY | 11,187 | 67,884 | 80,382 | 12,498 | | 681,948 | 1,491,616 | 0 |
| 568 | 552349 CHURCHILL CO. TEL. & TEL. SYSTEM | 11,195 | 974,318 | 989,310 | 14,991 | | 1,281,168 | 1,497,385 | 0 |
| 569 | 220377 PINELAND TEL. COOP. | 11,205 | 302,878 | 315,428 | 12,551 | | 798,610 | 1,484,210 | 0 |
| 570 | 442070 ETEX TELEPHONE COOPERATIVE INC. | 11,350 | 3,925,813 | 3,941,051 | 15,238 | | 1,266,491 | 1,488,429 | 0 |
| 571 | 381634 SOURIS RIVER TELECOMMUNICATIONS COOPE | 11,535 | 120,380 | 50,022 | (70,358) | | 1,836,517 | 1,501,561 | 334,956 |
| 572 | 270424 CENTURY TEL. OF SOUTHEAST LA, INC. | 11,578 | 2,383,205 | 2,398,759 | 15,554 | | 767,216 | 1,504,618 | 0 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.93

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | 1995 USF Loops | 1997 | | | Base Case vs. Calculated | Booked 1995 Corp Exp | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|---|-------------------|---------------------------------|--|---------------------------------------|--------------------------------|-------------------------|----------------------------------|--------------------|
| | | | 1997 Base Case Annual Exp | Calculated Annual Exp Adjustment | Difference Base Case Calculated | | | | |
| 573 | 330956 CENTURY TEL. OF NORTHERN WISCONSIN, INC. | 11,966 | 2,636,368 | 2,652,456 | 16,088 | 997,926 | 1,515,253 | 0 | |
| 574 | 613020 SITKA TELEPHONE COMPANY | 11,969 | 1,017,713 | 1,033,744 | 16,031 | 1,176,540 | 1,537,384 | 0 | |
| 575 | 442086 HILL COUNTRY TELEPHONE CO-OP. INC. | 12,005 | 1,658,690 | 1,674,810 | 16,121 | 1,328,629 | 1,514,909 | 0 | |
| 576 | 250306 FRONTIER COMM. OF AL, INC. | 12,138 | 537,490 | 551,094 | 13,604 | 1,213,984 | 1,529,462 | 0 | |
| 577 | 421882 FIDELITY TELEPHONE COMPANY | 12,304 | 521,647 | 188,186 | (333,461) | 2,579,595 | 1,538,159 | 1,041,436 | |
| 578 | 210338 QUINCY TEL. CO.-FL DIV. | 12,328 | 310,556 | 324,347 | 13,791 | 1,116,661 | 1,543,713 | 0 | |
| 579 | 532456 MALHEUR HOME TELEPHONE COMPANY | 12,502 | 541,012 | 554,992 | 13,980 | 720,390 | 1,558,568 | 0 | |
| 580 | 330940 RHINELANDER TEL. CO. | 12,851 | 0 | 0 | 0 | 702,993 | 1,587,846 | 0 | |
| 581 | 542344 WEST COAST TEL. CO. OF CALIFORNIA | 12,912 | 814,348 | 311,229 | (503,119) | 3,274,954 | 1,599,428 | 1,675,526 | |
| 582 | 482247 NEMONT TELEPHONE COOP.- MONTANA | 12,921 | 2,447,516 | 2,266,432 | (181,085) | 2,070,690 | 1,577,555 | 493,135 | |
| 583 | 533401 CITIZENS TELECOMMUNICATIONS COMPANY OF | 13,012 | 1,123,379 | 990,045 | (133,334) | 1,946,444 | 1,574,714 | 371,730 | |
| 584 | 220371 INTERSTATE TEL. CO. | 13,102 | 0 | 0 | 0 | 2,633,900 | 1,579,278 | 1,054,622 | |
| 585 | 411818 CRAW-KAN TELEPHONE COOP INC- KS | 13,237 | 35,238 | 50,006 | 14,768 | 902,327 | 1,573,939 | 0 | |
| 586 | 431965 ALLTEL OKLAHOMA, INC. | 13,352 | 4,186,774 | 4,204,749 | 17,974 | 1,274,634 | 1,584,186 | 0 | |
| 587 | 270433 LAFOURCHE TEL. CO. | 13,428 | 1,925,999 | 1,407,597 | (518,402) | 3,208,001 | 1,605,800 | 1,602,201 | |
| 588 | 532393 PIONEER TELEPHONE COOPERATIVE | 13,496 | 42,770 | 57,847 | 15,077 | 1,519,840 | 1,587,846 | 0 | |
| 589 | 250314 PEOPLES TEL. CO. | 13,498 | 1,413,059 | 1,431,152 | 18,093 | 1,271,747 | 1,582,291 | 0 | |
| 590 | 454449 NAVAJO COMMUNICATIONS CO INC-AZ | 13,581 | 2,561,738 | 2,303,693 | (258,045) | 2,461,948 | 1,613,981 | 847,967 | |
| 591 | 421888 GRAND RIVER MUTUAL TEL CORP - MO | 13,890 | 576,971 | 592,495 | 15,524 | 879,658 | 1,605,326 | 0 | |
| 592 | 330963 UTELCO, INC. | 14,038 | 0 | 0 | 0 | 1,252,008 | 1,619,320 | 0 | |
| 593 | 543402 CITIZENS TELECOMMUNICATIONS OF GOLDEN S | 14,122 | 1,692,650 | 1,710,303 | 17,653 | 1,622,373 | 1,619,406 | 2,967 | |
| 594 | 150135 WARWICK VALLEY TEL. CO.-NY | 14,139 | 0 | 0 | 0 | 973,366 | 1,618,372 | 0 | |
| 595 | 361395 GARDEN VALLEY TEL. CO. | 14,161 | 0 | 0 | 0 | 1,437,385 | 1,634,820 | 0 | |
| 596 | 154533 CITIZENS TELECOMM. CO. OF NY | 14,481 | 422,492 | 438,653 | 16,162 | 972,788 | 1,640,503 | 0 | |
| 597 | 280458 CENTURY TEL. OF NORTH MISSISSIPPI, INC. | 14,525 | 1,781,805 | 1,801,305 | 19,501 | 831,402 | 1,634,561 | 0 | |
| 598 | 411817 PIONEER TELEPHONE ASSOCIATION INC. | 14,527 | 2,061,622 | 1,929,528 | (132,094) | 2,032,569 | 1,637,575 | 394,994 | |
| 599 | 482255 3-RIVERS TEL. COOPERATIVE INC. | 15,221 | 2,369,020 | 2,389,499 | 20,479 | 1,551,098 | 1,659,319 | 0 | |
| 600 | 230502 STAR TEL. MEMB. CORP. | 15,414 | 605,409 | 554,513 | (50,896) | 1,836,317 | 1,662,935 | 173,382 | |
| 601 | 391659 GOLDEN WEST TELECOMM. COOP, INC. | 15,474 | 717,902 | 735,204 | 17,303 | 1,269,237 | 1,695,916 | 0 | |
| 602 | 330950 CENTURY TEL. OF NORTHWEST WISCONSIN, IN | 15,507 | 2,820,709 | 2,841,519 | 20,810 | 1,045,552 | 1,671,676 | 0 | |
| 603 | 150128 FRONTIER COMM. OF SYLVAN LAKE, INC. | 15,696 | 558,535 | 576,134 | 17,599 | 634,720 | 1,672,881 | 0 | |
| 604 | 653700 MICRONESIAN TELECOMMUNICATIONS CORPO | 16,065 | 2,745,453 | 2,673,348 | (72,105) | 1,980,747 | 1,700,738 | 280,009 | |
| 605 | 432011 OKLAHOMA ALLTEL, INC. | 16,089 | 2,426,769 | 2,448,429 | 21,659 | 1,555,584 | 1,699,748 | 0 | |
| 606 | 401705 CENTURY TELEPHONE OF ARKANSAS, INC. | 16,139 | 3,801,244 | 3,822,862 | 21,618 | 1,166,267 | 1,709,350 | 0 | |
| 607 | 220351 CAMDEN TEL. & TEL. CO., INC.-GA | 16,341 | 314,459 | 332,752 | 18,292 | 921,098 | 1,722,826 | 0 | |
| 608 | 230473 CITIZENS TEL. CO.-NC | 16,493 | 2,291,646 | 2,313,735 | 22,090 | 1,228,191 | 1,716,282 | 0 | |
| 609 | 361385 EAST OTTER TAIL TEL. CO. | 16,534 | 0 | 0 | 0 | 1,848,019 | 1,722,310 | 125,709 | |
| 610 | 341026 HARRISONVILLE TEL. CO. | 16,571 | 445,877 | 464,391 | 18,513 | 1,620,444 | 1,739,489 | 0 | |
| 611 | 431984 OKLAHOMA COMMUNICATION SYSTEMS INC. | 16,585 | 1,716,947 | 1,697,492 | (19,454) | 1,799,643 | 1,716,196 | 83,447 | |
| 612 | 512251 RANGE TEL. COOPERATIVE INC -WY | 16,634 | 2,237,382 | 2,259,656 | 22,274 | 1,705,845 | 1,751,545 | 0 | |
| 613 | 290562 DEKALB TEL. COOP. INC | 16,717 | 385,044 | 403,779 | 18,735 | 1,413,195 | 1,725,410 | 0 | |
| 614 | 270423 CENTURY TEL. OF CENTRAL LA, INC | 17,180 | 5,435,564 | 5,458,606 | 23,041 | 1,173,411 | 1,750,382 | 0 | |
| 615 | 290573 NORTH CENTRAL TEL. COOP., INC. | 17,197 | 474,793 | 494,077 | 19,284 | 1,146,478 | 1,739,963 | 0 | |
| 616 | 613009 GTE ALASKA INCORPORATED | 17,874 | 0 | 0 | 0 | 1,626,645 | 2,031,934 | 0 | |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)
 Base Case - Computation Using the National Average cost per loop of \$248.43
 Using Total loops in determining allowable Corporate Expense
 Recalculated National Average cost per loop = \$246.93
 Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | 1995 USF Loops | 1997 | | | Booked 1995 Corp Exp | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|---|-------------------|-------------------------|--------------------------|--|-------------------------|----------------------------------|--------------------|
| | | | Base Case Annual Exp | Calculated Annual Exp | Difference Base Case vs. Calculated | | | |
| 617 | 504429 CITIZENS TELECOMMUNICATIONS COMPANY OF | 18,437 | 1,089,932 | 801,865 | (288,067) | 2,949,891 | 1,924,835 | 1,025,056 |
| 618 | 542338 SIERRA TELEPHONE COMPANY, INC. | 18,482 | 2,437,297 | 2,092,697 | (344,600) | 2,991,160 | 1,861,656 | 1,129,504 |
| 619 | 432016 PANHANDLE TELEPHONE COOPERATIVE INC. | 18,709 | 1,707,834 | 1,227,712 | (480,122) | 3,543,048 | 1,937,314 | 1,605,734 |
| 620 | 421904 MISSOURI TELEPHONE COMPANY | 18,809 | 354,006 | 375,043 | 21,038 | 1,532,843 | 1,989,193 | 0 |
| 621 | 474427 CITIZENS TELECOMMUNICATIONS COMPANY OF | 19,028 | 4,343,694 | 3,707,498 | (636,196) | 3,432,510 | 1,960,600 | 1,471,910 |
| 622 | 290580 CITIZENS TELECOM OF THE VOLUNTEER STATE | 19,242 | 0 | 0 | 0 | 1,273,906 | 1,904,103 | 0 |
| 623 | 401711 CENTURY TELEPHONE OF MOUNTAIN HOME, IN | 19,332 | 1,813,855 | 1,839,842 | 25,987 | 1,065,985 | 1,945,272 | 0 |
| 624 | 401790 CONTEL KS DBA GTE SYSTEMS OF ARKANSAS | 19,453 | 372,069 | 21,902 | (350,168) | 2,911,630 | 1,971,900 | 939,730 |
| 625 | 240526 CONTEL OF SC, INC. DBA GTE SC | 19,844 | 0 | 0 | 0 | 1,028,243 | 1,987,031 | 0 |
| 626 | 522412 ELLENSBURG TELEPHONE COMPANY | 19,933 | 0 | 0 | 0 | 1,181,268 | 2,010,220 | 0 |
| 627 | 442097 KERRVILLE TELEPHONE COMPANY | 19,998 | 0 | 0 | 0 | 1,488,979 | 2,099,338 | 0 |
| 628 | 552304 ALLTEL NEVADA, INC.-NORTH | 20,007 | 637,294 | 659,640 | 22,346 | 1,868,900 | 2,081,357 | 0 |
| 629 | 150110 OGDEN TELEPHONE COMPANY - NY | 20,210 | 0 | 0 | 0 | 1,223,337 | 2,001,868 | 0 |
| 630 | 613012 JUNEAU & DOUGLAS TELEPHONE COMPANY | 20,859 | 71,934 | 95,316 | 23,382 | 2,060,094 | 2,220,979 | 0 |
| 631 | 260402 ALLTEL KENTUCKY, INC. | 20,901 | 0 | 0 | 0 | 1,322,752 | 2,085,484 | 0 |
| 632 | 310682 FRONTIER COMM. OF MICHIGAN, INC. | 21,480 | 0 | 0 | 0 | 678,748 | 2,133,531 | 0 |
| 633 | 330964 FRONTIER COMM. OF WISCONSIN, INC. | 22,297 | 0 | 0 | 0 | 1,488,112 | 2,227,857 | 0 |
| 634 | 250302 ALLTEL ALABAMA | 22,502 | 2,379,959 | 2,410,163 | 30,204 | 1,270,492 | 2,248,982 | 0 |
| 635 | 290571 MILLINGTON TEL. CO., INC. | 22,561 | 0 | 0 | 0 | 1,185,581 | 2,264,801 | 0 |
| 636 | 200271 CITIZENS MOUNTAIN STATE TEL. CO. | 22,850 | 5,440,678 | 5,325,239 | (115,439) | 2,559,328 | 2,270,303 | 289,025 |
| 637 | 442153 TEXAS-ALLTEL, INC. | 23,071 | 4,083,430 | 4,095,068 | 11,637 | 2,361,406 | 2,321,888 | 39,518 |
| 638 | 442083 GUADALUPE VALLEY TEL CO-OP. INC. | 23,300 | 2,150,510 | 1,549,316 | (601,195) | 3,663,544 | 2,303,415 | 1,360,129 |
| 639 | 170168 FRONTIER COMM. OF PA, INC. | 23,937 | 0 | 0 | 0 | 1,838,313 | 2,435,963 | 0 |
| 640 | 150084 TACONIC TEL. CORP. | 24,101 | 0 | 0 | 0 | 2,575,443 | 2,406,388 | 169,055 |
| 641 | 442068 EASTEX TELEPHONE COOPERATIVE INC. | 24,896 | 3,814,542 | 3,498,567 | (315,975) | 3,206,132 | 2,472,219 | 733,913 |
| 642 | 154534 CITIZENS TELECOMM. CO. OF NY | 25,605 | 2,610,598 | 2,276,584 | (334,014) | 3,280,615 | 2,562,615 | 718,000 |
| 643 | 371577 GREAT PLAINS COMMUNICATIONS, INC. | 26,015 | 1,099,734 | 919,069 | (180,665) | 3,258,892 | 2,631,197 | 627,695 |
| 644 | 330841 CENCOM OF WISCONSIN, INC. DBA PTI COMM. | 26,501 | 445,722 | 475,305 | 29,583 | 2,521,200 | 2,652,715 | 0 |
| 645 | 371595 UNITED TELEPHONE CO. OF THE WEST-NE | 26,556 | 0 | 0 | 0 | 2,018,819 | 2,765,120 | 0 |
| 646 | 310671 CENTURY TEL. MIDWEST, INC. | 26,647 | 2,396,273 | 2,432,070 | 35,796 | 1,428,293 | 2,668,829 | 0 |
| 647 | 330974 WOOD COUNTY TEL. CO. | 26,799 | 0 | 0 | 0 | 1,465,159 | 2,779,269 | 0 |
| 648 | 442072 FORT BEND TELEPHONE COMPANY | 26,865 | 574,604 | 486,710 | (87,894) | 3,042,879 | 2,709,999 | 332,880 |
| 649 | 210339 ST. JOSEPH TEL. AND TELE. CO. | 26,870 | 2,995,308 | 3,031,299 | 35,991 | 1,608,390 | 2,751,954 | 0 |
| 650 | 442140 CENTURY TELEPHONE OF SAN MARCOS, INC. | 26,918 | 0 | 0 | 0 | 2,954,511 | 2,780,841 | 173,670 |
| 651 | 421885 ALLTEL MISSOURI INC. | 27,541 | 5,187,735 | 5,224,661 | 36,926 | 2,456,997 | 2,760,109 | 0 |
| 652 | 230468 ATLANTIC TEL. MEMB. CORP. | 28,324 | 0 | 0 | 0 | 1,051,866 | 2,824,270 | 0 |
| 653 | 475162 PACIFIC NORTHWEST BELL-IDAHO | 28,364 | 193,501 | 225,159 | 31,658 | 1,457,446 | 2,879,392 | 0 |
| 654 | 552302 CONTEL OF CALIFORNIA - NEVADA | 28,654 | 0 | 0 | 0 | 1,255,645 | 2,995,629 | 0 |
| 655 | 270429 EAST ASCENSION TEL. CO. | 29,891 | 2,489,818 | 2,529,987 | 40,169 | 3,001,259 | 3,039,353 | 0 |
| 656 | 454426 CITIZENS UTILITIES CO. DBA CITIZENS-ARIZ | 31,542 | 3,913,071 | 3,265,744 | (647,327) | 5,078,318 | 3,317,909 | 1,760,409 |
| 657 | 300597 CHILlicoTHE TEL. CO. | 31,686 | 2,937,104 | 2,886,212 | (50,892) | 3,433,803 | 3,234,489 | 199,314 |
| 658 | 290579 TWIN LAKES TEL. COOP. CORP. | 31,947 | 331,532 | 367,179 | 35,646 | 1,590,322 | 3,186,933 | 0 |
| 659 | 613008 FAIRBANKS MUNICIPAL UTILITIES SYSTEM | 32,201 | 1,459,400 | 1,495,411 | 36,011 | 1,470,491 | 3,451,045 | 0 |
| 660 | 270434 CENTURY TEL. OF EVANGELINE, INC. | 32,233 | 10,925,829 | 10,969,038 | 43,209 | 2,102,468 | 3,253,846 | 0 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.43

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | 1995 USF Loops | 1997 Annual Exp | Calculated Annual Exp | Difference Base Case vs. Calculated | Booked 1995 Corp Exp | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|---|-------------------|--------------------|--------------------------|--|-------------------------|----------------------------------|--------------------|
| | | | Adjustment | \$246.93 | | | | |
| 661 | 204338 CITIZENS UTILITIES CO. DBA CITIZENS OF W | 32,369 | 3,923,659 | 3,574,608 | (349,051) | 4,132,706 | 3,256,990 | 875,716 |
| 662 | 220356 COASTAL UTILITIES, INC. | 32,779 | 1,282,759 | 1,183,627 | (99,133) | 3,708,791 | 3,341,392 | 367,399 |
| 663 | 190479 GTE SOUTH, INC.-VA | 33,284 | 1,756,632 | 1,793,759 | 37,127 | 3,408,026 | 3,429,233 | 0 |
| 664 | 143332 WFTAC, INC. | 37,299 | 3,243,114 | 1,982,919 | (1,260,194) | 6,881,495 | 3,710,343 | 3,171,152 |
| 665 | 492177 CONTEL WEST, INC. DBA GTE OF WEST-NEW ME | 37,620 | 6,146,415 | 3,826,884 | (2,319,531) | 9,319,324 | 3,839,255 | 5,480,069 |
| 666 | 613015 MATANUSKA TELEPHONE ASSOC., INC. | 39,192 | 11,761,483 | 10,816,553 | (944,930) | 6,029,012 | 3,916,582 | 2,112,430 |
| 667 | 170201 QUAKER STATE TEL CO. | 39,457 | 0 | 0 | 0 | 1,104,335 | 3,963,942 | 0 |
| 668 | 343035 GTE SOUTH, INC.-IL | 39,727 | 0 | 0 | 0 | 5,252,273 | 3,996,956 | 1,255,317 |
| 669 | 643300 VIRGIN ISLANDS TELEPHONE CORPORATION | 39,999 | 14,131,510 | 11,778,747 | (2,352,762) | 9,705,000 | 4,088,629 | 5,616,371 |
| 670 | 250298 GULF TEL. CO.-AL | 40,786 | 0 | 0 | 0 | 3,195,119 | 4,142,276 | 0 |
| 671 | 492080 GTE SOUTHWEST INC. - NEW MEXICO | 41,374 | 0 | 0 | 0 | 4,400,303 | 4,198,675 | 201,628 |
| 672 | 613010 GLACIER STATE TELEPHONE COMPANY | 41,409 | 10,855,331 | 10,852,865 | (2,466) | 4,335,013 | 4,228,152 | 106,861 |
| 673 | 240523 HARGRAY TEL. CO., INC. | 43,092 | 889,185 | 337,352 | (551,834) | 6,098,579 | 4,320,611 | 1,777,968 |
| 674 | 150106 ALLTEL NEW YORK INC.-FULTON | 44,750 | 140,653 | 190,727 | 50,074 | 2,903,611 | 4,503,662 | 0 |
| 675 | 240517 ALLTEL SOUTH CAROLINA, INC. | 44,771 | 1,075,157 | 1,125,243 | 50,087 | 2,486,029 | 4,512,996 | 0 |
| 676 | 150109 ALLTEL NEW YORK INC.-JAMESTOWN | 45,848 | 0 | 0 | 0 | 3,232,569 | 4,653,994 | 0 |
| 677 | 432018 PIONEER TEL. COOP. INC. | 46,450 | 3,269,921 | 3,243,822 | (26,099) | 4,964,785 | 4,701,943 | 262,842 |
| 678 | 240520 FARMERS TEL. COOP., INC-SC | 47,261 | 2,163,447 | 2,216,357 | 52,911 | 4,150,354 | 4,803,932 | 0 |
| 679 | 313033 CONTEL OF SOUTH, INC. DBA GTE SYSTEMS OF | 47,567 | 0 | 0 | 0 | 1,233,309 | 4,779,172 | 0 |
| 680 | 310702 CENTURY TEL. OF MICHIGAN, INC. | 50,058 | 2,318,490 | 2,374,619 | 56,129 | 2,716,819 | 5,073,547 | 0 |
| 681 | 421846 CONTEL SYSTEMS MO DBA GTE SYSTEMS OF M | 50,094 | 4,346,986 | 4,414,438 | 67,452 | 3,627,708 | 5,091,331 | 0 |
| 682 | 103316 MAINE TELECOMM. GROUP, INC. | 50,317 | 2,686,328 | 1,859,361 | (826,967) | 7,235,957 | 4,997,890 | 2,238,067 |
| 683 | 290575 TENNESSEE TEL. CO. | 50,959 | 709,684 | 766,588 | 56,904 | 4,385,485 | 5,131,518 | 0 |
| 684 | 330895 CENTURY TEL. OF WISCONSIN, INC. | 51,030 | 0 | 0 | 0 | 3,184,051 | 5,763,893 | 0 |
| 685 | 220357 ALLTEL GEORGIA, INC. | 51,296 | 4,414,743 | 4,483,616 | 68,873 | 2,864,848 | 5,183,397 | 0 |
| 686 | 482249 NORTHWESTERN TELEPHONE SYSTEMS, INC. | 51,570 | 242,873 | 300,393 | 57,520 | 4,952,717 | 5,250,408 | 0 |
| 687 | 442147 SUGAR LAND TEL. CO. | 51,978 | 0 | 0 | 0 | 4,701,373 | 5,340,017 | 0 |
| 688 | 351127 FRONTIER COMM. OF IOWA, INC. | 52,702 | 0 | 0 | 0 | 4,219,996 | 5,684,404 | 0 |
| 689 | 371186 GTE NORTH INC. - NEBRASKA | 53,433 | 0 | 0 | 0 | 4,867,111 | 5,768,413 | 0 |
| 690 | 411317 UNITED TELEPHONE COMPANY OF EASTERN KA | 54,933 | 10,356,880 | 10,430,859 | 73,980 | 5,220,990 | 5,548,222 | 0 |
| 691 | 170170 CONTEL OF PA, INC. DBA GTE PA | 55,169 | 0 | 0 | 0 | 7,435,484 | 5,667,111 | 1,768,373 |
| 692 | 240528 HORRY TEL. COOP. INC. | 55,243 | 0 | 0 | 0 | 3,656,589 | 5,623,289 | 0 |
| 693 | 220386 STANDARD TEL. CO. | 56,712 | 5,690,288 | 5,766,366 | 76,079 | 5,561,805 | 5,732,255 | 0 |
| 694 | 150100 FRONTIER COMM. OF NY, INC. | 58,096 | 701,455 | 766,388 | 64,933 | 3,911,820 | 5,764,680 | 0 |
| 695 | 462185 EAGLE TELECOMMUNICATIONS INC. | 65,520 | 14,038,418 | 14,126,568 | 88,150 | 6,033,740 | 6,638,568 | 0 |
| 696 | 532400 UNITED TELEPHONE CO OF THE NW - OR | 65,866 | 57,605 | 123,391 | 65,786 | 6,858,413 | 6,833,901 | 24,512 |
| 697 | 294336 CITIZENS UTILITIES DBA CITIZENS OF TENN | 66,004 | 782,779 | 534,375 | (248,404) | 7,686,490 | 6,710,099 | 976,391 |
| 698 | 532361 TELEPHONE UTILITIES OF OREGON INC. | 66,912 | 5,434,531 | 5,524,407 | 89,876 | 6,021,052 | 6,800,789 | 0 |
| 699 | 210336 ALLTEL FLORIDA, INC. | 69,424 | 3,636,469 | 3,714,182 | 77,713 | 4,470,048 | 7,050,851 | 0 |
| 700 | 351790 CONTEL OF KS, INC., DBA GTE SYSTEMS OF I | 70,240 | 0 | 0 | 0 | 5,597,375 | 7,359,571 | 0 |
| 701 | 300630 CENTURY TEL. CO. OF OHIO | 71,097 | 0 | 0 | 0 | 4,830,084 | 7,427,171 | 0 |
| 702 | 522400 UNITED TELEPHONE CO OF THE NW - WA | 73,509 | 1,507,749 | 1,590,136 | 82,388 | 7,085,723 | 7,678,608 | 0 |
| 703 | 330922 NORTH-WEST TEL. CO. DBA PTI COMM. | 73,796 | 0 | 0 | 0 | 6,818,769 | 7,416,658 | 0 |
| 704 | 341037 ILLINOIS CONS. TEL. CO. | 75,207 | 816,152 | 0 | (816,152) | 15,779,863 | 7,720,170 | 8,059,693 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.43

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | USF Loops | 1997 | | Calculated Annual Exp | Difference vs. Base Case | Booked 1995 | Maximum Allowable Corp Exp | Amount Adjusted |
|--------|---|-----------|------------|-------------------------|--------------------------|--------------------------------|-------------|----------------------------------|--------------------|
| | | | 1995 | Base Case Annual Exp | Adjustment | \$246.93 | | | |
| 705 | 522449 CONTEL NORTHWEST INC. DBA GTE SYSTEMS N | 75,426 | 3,073,766 | 2,406,703 | (667,063) | | 10,004,843 | 7,831,101 | 2,173,742 |
| 706 | 411842 UNITED TELEPHONE CO OF KS | 75,665 | 5,172,200 | 5,273,655 | 101,455 | | 6,777,094 | 7,809,583 | 0 |
| 707 | 452172 CITIZENS UTILITIES RURAL COMPANY INC. | 76,023 | 4,192,636 | 3,094,699 | (1,097,938) | | 11,210,079 | 7,700,126 | 3,509,953 |
| 708 | 351207 CONTEL OF IA, INC., DBA GTE IA | 76,836 | 0 | 0 | 0 | | 4,604,803 | 7,873,941 | 0 |
| 709 | 223036 GEORGIA ALLTEL TELECOM | 77,630 | 2,126,136 | 2,212,780 | 86,644 | | 3,963,541 | 7,892,315 | 0 |
| 710 | 204339 CITIZENS UTILITIES CO. DBA CITIZENS OF W | 78,159 | 5,568,366 | 5,008,178 | (560,187) | | 9,727,747 | 8,016,609 | 1,711,138 |
| 711 | 402080 GTE SOUTHWEST INC. - ARKANSAS | 78,830 | 7,957,421 | 6,732,613 | (1,224,808) | | 10,938,326 | 7,921,399 | 3,016,927 |
| 712 | 260410 CONTEL KY, INC. DBA GTE KY | 85,181 | 8,466,913 | 8,581,322 | 114,409 | | 4,230,821 | 8,540,313 | 0 |
| 713 | 442109 LUFKIN-CONROE TELEPHONE EXCHANGE, INC. | 86,652 | 3,897,354 | 3,994,021 | 96,667 | | 6,762,831 | 8,888,140 | 0 |
| 714 | 401730 CONTEL OF AR, INC. DBA GTE ARKANSAS | 87,769 | 9,150,056 | 9,267,938 | 117,881 | | 7,194,888 | 8,835,671 | 0 |
| 715 | 240506 UNITED TEL. CO. OF THE CAROLINAS | 88,893 | 1,871,249 | 1,970,938 | 99,689 | | 5,791,198 | 9,234,885 | 0 |
| 716 | 401691 ALLTEL ARKANSAS, INC. | 90,539 | 8,611,081 | 8,732,493 | 121,412 | | 6,707,447 | 9,114,030 | 0 |
| 717 | 230474 THE CONCORD TEL. CO. | 90,998 | 0 | 0 | 0 | | 5,656,538 | 9,441,812 | 0 |
| 718 | 542308 CITIZENS UTILITIES CO. OF CALIF. | 92,528 | 9,165,969 | 5,755,296 | (3,410,673) | | 19,226,009 | 9,438,078 | 9,787,931 |
| 719 | 542334 ROSEVILLE TELEPHONE COMPANY | 96,875 | 2,503,354 | 1,230,020 | (1,273,334) | | 15,659,794 | 9,792,881 | 5,866,913 |
| 720 | 190567 UNITED INTER-MOUNTAIN TEL. CO.-VA | 98,231 | 0 | 0 | 0 | | 5,515,995 | 10,129,899 | 0 |
| 721 | 432080 GTE SOUTHWEST INC. - OKLAHOMA | 100,407 | 2,663,153 | 2,775,401 | 112,249 | | 8,430,363 | 10,074,777 | 0 |
| 722 | 361367 FRONTIER COMM. OF MINNESOTA, INC. | 103,212 | 0 | 0 | 0 | | 8,171,597 | 11,177,799 | 0 |
| 723 | 250281 CONTEL SOUTH-AL DBA GTE SYSTEMS OF SOU | 104,211 | 4,128,274 | 4,245,011 | 116,737 | | 5,386,928 | 10,529,113 | 0 |
| 724 | 361140 CONTEL OF MN, INC., DBA GTE MN | 109,799 | 0 | 0 | 0 | | 10,266,306 | 11,080,624 | 0 |
| 725 | 230509 CONTEL OF NC, INC. DBA GTE NC | 110,248 | 7,086,364 | 7,234,275 | 147,911 | | 6,190,423 | 11,015,284 | 0 |
| 726 | 351186 GTE NORTH, INC.-IA | 111,570 | 0 | 0 | 0 | | 4,552,458 | 11,613,957 | 0 |
| 727 | 472416 GTE NORTHWEST INC. - IDAHO | 113,027 | 11,669,651 | 11,821,438 | 151,788 | | 6,896,451 | 11,610,518 | 0 |
| 728 | 421186 GTE NORTH INC. - MISSOURI | 115,089 | 1,704,534 | 1,833,292 | 128,758 | | 9,473,385 | 12,279,347 | 0 |
| 729 | 300665 ALLTEL OHIO, INC. | 119,391 | 0 | 0 | 0 | | 8,112,364 | 12,302,732 | 0 |
| 730 | 361456 UNITED TELEPHONE CO OF MINN | 132,769 | 3,295,403 | 3,444,148 | 148,745 | | 9,578,337 | 13,539,480 | 0 |
| 731 | 442084 UNITED TELEPHONE CO. OF TEXAS INC. | 133,774 | 21,749,856 | 21,929,954 | 180,098 | | 11,628,095 | 13,649,625 | 0 |
| 732 | 633200 PUERTO RICO TEL. CO. - CENTRAL | 140,649 | 19,161,890 | 19,350,766 | 188,876 | | 6,221,111 | 13,994,602 | 0 |
| 733 | 522408 TELEPHONE UTILITIES OF WA INC. | 144,006 | 10,652,711 | 10,846,074 | 193,363 | | 13,530,307 | 14,742,625 | 0 |
| 734 | 250293 GTE SOUTH INC.-AL | 144,633 | 12,509,536 | 8,073,102 | (4,436,434) | | 25,681,030 | 14,730,834 | 10,950,196 |
| 735 | 613000 ANCHORAGE TELEPHONE UTILITY | 152,212 | 0 | 0 | 0 | | 12,324,722 | 16,243,584 | 0 |
| 736 | 300666 WESTERN RESERVE TEL. CO. | 154,344 | 0 | 0 | 0 | | 9,636,706 | 15,932,702 | 0 |
| 737 | 240479 GTE SOUTH INC.-SC | 161,792 | 2,718,037 | 2,610,613 | (107,424) | | 17,733,325 | 16,801,285 | 932,040 |
| 738 | 230476 ALLTEL CAROLINA, INC.-NORTH | 165,821 | 3,945,474 | 4,131,402 | 185,928 | | 10,287,184 | 16,648,890 | 0 |
| 739 | 320779 CONTEL OF INDIANA, INC. DBA GTE IN | 166,399 | 0 | 0 | 0 | | 12,224,118 | 17,184,581 | 0 |
| 740 | 230479 GTE SOUTH, INC.-NC | 174,107 | 0 | 0 | 0 | | 10,091,445 | 18,056,505 | 0 |
| 741 | 341036 CONTEL OF IL, INC. DBA GTE IL | 174,125 | 0 | 0 | 0 | | 17,179,420 | 18,167,338 | 0 |
| 742 | 442114 CENTRAL TELEPHONE COMPANY OF TEXAS | 174,419 | 1,356,557 | 1,551,508 | 194,951 | | 13,399,334 | 17,652,476 | 0 |
| 743 | 265061 CINCINNATI BELL-KY | 176,351 | 1,554,988 | 0 | (1,554,988) | | 27,450,288 | 18,192,295 | 9,257,993 |
| 744 | 160138 UNITED TEL. CO. OF NJ, INC. | 177,097 | 954,920 | 1,152,989 | 198,069 | | 14,883,731 | 18,021,821 | 0 |
| 745 | 340985 CENTRAL TEL. CO. OF IL | 200,440 | 0 | 0 | 0 | | 22,668,011 | 21,597,455 | 1,070,556 |
| 746 | 442154 CONTEL OF TX, INC. DBA GTE TEXAS | 200,454 | 1,699,559 | 1,734,147 | 34,588 | | 17,586,458 | 20,289,962 | 0 |
| 747 | 170176 ALLTEL PENNSYLVANIA, INC. | 209,997 | 0 | 0 | 0 | | 14,814,471 | 21,289,717 | 0 |
| 748 | 421957 UNITED TELEPHONE CO. OF MISSOURI | 214,513 | 1,535,817 | 1,572,653 | 36,836 | | 16,580,903 | 22,395,981 | 0 |

USF Calculation Using end of Period 1995 data (1996 NECA data Collection)

Base Case - Computation Using the National Average cost per loop of \$248.43

Using Total loops in determining allowable Corporate Expense

Recalculated National Average cost per loop = \$246.93

Corporate allowance based on Reconsideration Formulae

| SAR_ID | SAR_NAME | USF Loops | 1997 | | | Booked 1995 | Maximum Corp Exp | Allowable Corp Exp | Amount Adjusted |
|--------|--|-----------|---------------------------|------------|----------------------------------|-------------|------------------|--------------------|-----------------|
| | | | 1995 Base Case Adjustment | Annual Exp | Calculated Annual Exp Adjustment | | | | |
| 749 | 421922 CONTEL OF MO, INC. DBA GTE MISSOURI | 214,777 | 7,493,344 | 6,948,772 | (544,572) | 25,303,566 | 21,513,642 | 3,789,924 | |
| 750 | 320832 UNITED TEL. CO. OF INDIANA, INC. | 216,546 | 0 | 0 | 0 | 19,445,864 | 21,992,542 | 0 | |
| 751 | 290567 UNITED INTER-MOUNTAIN TEL. CO.-TN | 225,498 | 0 | 0 | 0 | 14,302,575 | 23,468,642 | 0 | |
| 752 | 515108 MOUNTAIN BELL-WYOMING | 226,055 | 1,712,717 | 1,751,536 | 38,819 | 19,250,712 | 23,171,909 | 0 | |
| 753 | 230471 CENTRAL TEL. CO.-NC | 241,473 | 0 | 0 | 0 | 13,713,321 | 25,344,546 | 0 | |
| 754 | 154532 CITIZENS TELECOMM. CO. OF NY | 244,705 | 304,792 | 87,130 | (217,662) | 30,173,903 | 24,955,550 | 5,218,353 | |
| 755 | 223037 ALLTEL GEORGIA COMMUNICATIONS CORP. | 259,229 | 2,387,901 | 2,432,379 | 44,478 | 15,440,644 | 26,771,616 | 0 | |
| 756 | 371568 LINCOLN TEL. & TELE. CO. | 260,693 | 0 | 0 | 0 | 15,564,019 | 27,210,918 | 0 | |
| 757 | 190254 CENTRAL TEL. CO. OF VA | 262,625 | 1,208,219 | 1,253,432 | 45,213 | 17,377,976 | 28,019,762 | 0 | |
| 758 | 385144 NORTHWESTERN BELL-NORTH DAKOTA | 284,774 | 0 | 0 | 0 | 20,227,002 | 29,338,161 | 0 | |
| 759 | 555173 NEVADA BELL | 292,242 | 0 | 0 | 0 | 20,634,333 | 29,777,758 | 0 | |
| 760 | 395145 NORTHWESTERN BELL-SOUTH DAKOTA | 301,992 | 0 | 0 | 0 | 20,947,644 | 31,150,198 | 0 | |
| 761 | 145115 NEW ENGLAND TEL.-VT | 310,994 | 2,094,405 | 1,845,624 | (248,780) | 37,782,019 | 31,980,658 | 5,801,361 | |
| 762 | 485104 MOUNTAIN BELL-MONTANA | 329,560 | 217,032 | 273,899 | 56,868 | 25,061,020 | 33,721,950 | 0 | |
| 763 | 542302 CONTEL OF CALIFORNIA - CALIFORNIA | 335,724 | 2,629,239 | 2,529,546 | (99,694) | 37,441,100 | 34,340,472 | 3,100,628 | |
| 764 | 170209 UNITED TEL. CO. OF PA | 348,157 | 0 | 0 | 0 | 24,076,102 | 35,706,918 | 0 | |
| 765 | 210340 CENTRAL TEL. CO. OF FLORIDA | 359,116 | 0 | 0 | 0 | 21,857,592 | 37,068,648 | 0 | |
| 766 | 260407 GTE SOUTH, INC.-KY | 400,161 | 1,035,837 | 1,104,828 | 68,991 | 37,212,721 | 41,035,931 | 0 | |
| 767 | 532416 GTE NORTHWEST INC. - OREGON | 401,865 | 0 | 0 | 0 | 27,968,186 | 41,895,081 | 0 | |
| 768 | 475103 MOUNTAIN BELL-IDAHO | 427,989 | 0 | 0 | 0 | 27,642,031 | 43,362,534 | 0 | |
| 769 | 330886 GTE NORTH INC.-WI | 441,903 | 1,419,635 | 1,495,718 | 76,082 | 35,264,760 | 44,876,168 | 0 | |
| 770 | 190233 CONTEL OF VA, INC. DBA GTE VA | 456,295 | 0 | 0 | 0 | 42,103,267 | 50,615,596 | 0 | |
| 771 | 565010 DIAMOND STATE TEL. CO. | 486,562 | 0 | 0 | 0 | 27,399,802 | 51,233,233 | 0 | |
| 772 | 170169 GTE NORTH INC.-PA | 491,995 | 0 | 0 | 0 | 39,349,924 | 53,096,560 | 0 | |
| 773 | 375143 NORTHWESTERN BELL-NEBRASKA | 506,273 | 0 | 0 | 0 | 40,036,006 | 52,056,029 | 0 | |
| 774 | 150121 ROCHESTER TELEPHONE CORP. | 524,630 | 0 | 0 | 0 | 26,840,000 | 53,479,955 | 0 | |
| 775 | 300661 UNITED TEL. CO. OF OHIO | 543,380 | 0 | 0 | 0 | 43,583,264 | 55,816,089 | 0 | |
| 776 | 585114 NEW ENGLAND TEL.-RI | 598,945 | 0 | 0 | 0 | 53,573,879 | 62,328,988 | 0 | |
| 777 | 341015 GTE NORTH, INC.-IL | 615,133 | 0 | 0 | 0 | 50,638,249 | 64,542,401 | 0 | |
| 778 | 310695 GTE NORTH, INC.-MI | 626,517 | 3,472,502 | 3,580,222 | 107,720 | 55,611,807 | 63,255,542 | 0 | |
| 779 | 105111 NEW ENGLAND TEL.-MAINE | 626,602 | 1,659,587 | 1,424,913 | (234,673) | 71,249,489 | 64,289,687 | 6,959,802 | |
| 780 | 522416 GTE NORTHWEST INC. - WASHINGTON | 642,146 | 734,968 | 845,488 | 110,520 | 66,649,376 | 68,947,316 | 0 | |
| 781 | 552348 CENTRAL TELEPHONE COMPANY - NEVADA | 662,453 | 0 | 0 | 0 | 26,443,817 | 68,163,430 | 0 | |
| 782 | 623100 GTE HAWAIIAN TEL. CO. INC. | 674,283 | 0 | 0 | 0 | 77,238,915 | 70,553,703 | 6,685,212 | |
| 783 | 320772 GTE NORTH, INC.-IN | 677,523 | 0 | 0 | 0 | 73,436,859 | 71,018,454 | 2,418,405 | |
| 784 | 125113 NEW ENGLAND TEL.-NH | 691,362 | 2,990,521 | 2,972,831 | (17,689) | 73,459,734 | 70,873,625 | 2,586,109 | |
| 785 | 495105 MOUNTAIN BELL-NEW MEXICO | 723,540 | 773,139 | 897,377 | 124,239 | 50,150,452 | 73,187,455 | 0 | |
| 786 | 305062 CINCINNATI BELL-OHIO | 729,358 | 0 | 0 | 0 | 121,062,735 | 75,581,070 | 45,481,665 | |
| 787 | 205050 C & P TEL. CO. OF W VA | 757,595 | 2,752,002 | 2,882,427 | 130,425 | 54,549,867 | 78,156,458 | 0 | |
| 788 | 300615 GTE NORTH, INC.-OH | 762,571 | 77,439 | 208,808 | 131,369 | 74,882,066 | 78,412,611 | 0 | |
| 789 | 405211 SOUTHWESTERN BELL-ARKANSAS | 875,570 | 2,321,618 | 2,471,937 | 150,319 | 52,246,082 | 88,817,430 | 0 | |
| 790 | 575020 C & P TELEPHONE COMPANY OF WA D.C. | 883,538 | 0 | 0 | 0 | 55,898,630 | 93,389,970 | 0 | |
| 791 | 505107 MOUNTAIN BELL-UTAH | 935,178 | 0 | 0 | 0 | 63,684,209 | 95,502,081 | 0 | |
| 792 | 633201 PUERTO RICO TEL. CO. | 995,812 | 7,852,525 | 8,024,317 | 171,791 | 58,355,111 | 100,677,028 | 0 | |